
Stena Denmark Holding A/S

Tuborg Boulevard 12, DK-2900 Hellerup

Annual Report for 1 January - 31 December 2021

CVR No 40 44 78 65

The Annual Report was
presented and adopted at
the Annual General
Meeting of the Company on
30/6 2022

Morten Rich
Chairman of the General
Meeting



Contents

	<u>Page</u>
Management's Statement and Auditor's Report	
Management's Statement	1
Independent Auditor's Report	2
Company Information	
Company Information	4
Financial Statements	
Income Statement 1 January - 31 December	5
Balance Sheet 31 December	6
Statement of Changes in Equity	8
Notes to the Financial Statements	9

Management's Statement

The Executive Board and Board of Directors have today considered and adopted the Annual Report of Stena Denmark Holding A/S for the financial year 1 January - 31 December 2021.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion the Financial Statements give a true and fair view of the financial position at 31 December 2021 of the Company and of the results of the Company operations for 2021.

We recommend that the Annual Report be adopted at the Annual General Meeting.

Hellerup, 29 June 2022

Executive Board

Dhananjay Chandrakant Swadi
CEO

Board of Directors

Per Lars Erik Hånell
Chairman

Lanze Kristian Trengereid

Per Erik Westling

Ulf Niklas Mårtensson

Dhananjay Chandrakant Swadi

Independent Auditor's Report

To the Shareholder of Stena Denmark Holding A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021 and of the results of the Company's operations for the financial year 1 January - 31 December 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Stena Denmark Holding A/S for the financial year 1 January - 31 December 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("the Financial Statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code) and the additional ethical requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's responsibilities for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Financial Statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the Financial Statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the Financial Statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these Financial Statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the

Independent Auditor's Report

audit. We also:

- Identify and assess the risks of material misstatement of the Financial Statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the Financial Statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Financial Statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that gives a true and fair view.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 29 June 2022

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31

René Otto Poulsen

statsautoriseret revisor

mne26718

Company Information

The Company

Stena Denmark Holding A/S
Tuborg Boulevard 12
DK-2900 Hellerup

CVR No: 40 44 78 65
Financial period: 1 January - 31 December
Financial year: 3rd financial year
Municipality of reg. office: Gentofte

Board of Directors

Per Lars Erik Hånell, Chairman
Lanze Kristian Trengereid
Per Erik Westling
Ulf Niklas Mårtensson
Dhananjay Chandrakant Swadi

Executive Board

Dhananjay Chandrakant Swadi

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Income Statement 1 January - 31 December

	Note	2021 EUR	2020 EUR
Results from investments in subsidiaries	2	-15.676.692	8.081.388
Other external expenses		-62.970	-32.059
Gross profit/loss		-15.739.662	8.049.329
 Profit/loss before financial income and expenses		 -15.739.662	 8.049.329
Other financial expenses		-68.804	-4.158
Profit/loss before tax		-15.808.466	8.045.171
Tax on profit/loss for the year	3	0	912
Net profit/loss for the year		-15.808.466	8.046.083

Distribution of profit

Proposed distribution of profit

Reserve for net revaluation under the equity method	-12.500.959	4.722.387
Retained earnings	-3.307.507	3.323.696
	-15.808.466	8.046.083

Balance Sheet 31 December

Assets

	Note	2021 EUR	2020 EUR
Investments in subsidiaries	4	75.797.665	89.189.413
Fixed asset investments		75.797.665	89.189.413
Fixed assets		75.797.665	89.189.413
Receivables from group enterprises		861.212	0
Corporation tax		0	68.473
Receivables		861.212	68.473
Currents assets		861.212	68.473
Assets		76.658.877	89.257.886

Balance Sheet 31 December

Liabilities and equity

	Note	2021 EUR	2020 EUR
Share capital		53.572	53.572
Share premium account		7.903.796	7.903.796
Reserve for net revaluation under the equity method		16.377.829	29.769.577
Retained earnings		52.184.034	51.425.020
Equity		76.519.231	89.151.965
Trade payables		37.333	2.210
Payables to group enterprises		0	103.709
Payables to group enterprises relating to corporation tax		102.313	0
Deferred income		0	2
Short-term debt		139.646	105.921
Debt		139.646	105.921
Liabilities and equity		76.658.877	89.257.886
Key activities	1		
Contingent liabilities	5		
Related parties	6		
Subsequent events	7		
Accounting Policies	8		

Statement of Changes in Equity

	Share capital	Share premium account	Reserve for net revaluation under the equity method	Retained earnings	Total
	EUR	EUR	EUR	EUR	EUR
Equity at 1 January	53.572	7.903.796	29.769.577	51.425.020	89.151.965
Exchange adjustments	0	0	0	3.352.108	3.352.108
Dividend from group enterprises	0	0	-890.789	890.789	0
Fair value adjustment of hedging instruments, end of year	0	0	0	-176.376	-176.376
Net profit/loss for the year	0	0	-12.500.959	-3.307.507	-15.808.466
Equity at 31 December	53.572	7.903.796	16.377.829	52.184.034	76.519.231

Notes to the Financial Statements

1 Key activities

The Company's activities are to hold and Invest in shares and any other activities related hereto.

2 Results from investments in subsidiaries

	2021 EUR	2020 EUR
Share of profits of subsidiaries	0	8.081.388
Share of losses of subsidiaries	-15.676.692	0
	-15.676.692	8.081.388

3 Tax on profit/loss for the year

Current tax for the year	0	-440
Adjustment of tax concerning previous years	0	-472
	0	-912

Notes to the Financial Statements

	2021 EUR	2020 EUR
4 Investments in subsidiaries		
Cost at 1 January	59.419.836	59.419.836
Cost at 31 December	59.419.836	59.419.836
Value adjustments at 1 January	29.769.577	25.047.190
Exchange adjustment	3.352.109	-3.039.870
Net profit/loss for the year	-15.676.692	8.081.388
Dividend to the Parent Company	-890.789	0
Fair value adjustment of hedging instruments for the year	-176.376	-319.131
Value adjustments at 31 December	16.377.829	29.769.577
Carrying amount at 31 December	75.797.665	89.189.413

Investments in subsidiaries are specified as follows:

Name	Place of registered office	Share capital	Votes and ownership	Equity	Net profit/loss for the year
Stena Rederi A/S	Hellerup	TDKK 7.001	100%	48.939.520	-2.238.216
Stena Bulk Denmark ApS	Hellerup	TDKK 500	100%	26.858.145	-13.438.476
				75.797.665	-15.676.692

Equity and net profit/loss for the year is presented in EUR.

5 Contingent liabilities

Contingent liabilities

The Company is subject to Danish joint taxation with group enterprises. According to Danish Corporation Tax Act, the Company is therefore jointly and severally liable to the Danish tax authorities for corporation taxes as well as withholding taxes on dividend and interest of the jointly taxed enterprises.

The Company is administration company in the joint taxation.

Notes to the Financial Statements

6 Related parties

	<u>Basis</u>
Controlling interest	
Stena AB	Ultimate parent company

Ownership

The following shareholder is recorded in the Company's register of shareholders as holding at least 5% of the votes or at least 5% of the share capital:

Stena Rederi AB

Consolidated Financial Statements

The Company is included in the consolidated report for Stena AB.

<u>Name</u>	<u>Place of registered office</u>
Stena AB	Göteborg, Sweden

The Group Annual Report of Stena AB may be obtained at the following address:

Stena AB
Masthuggskajen 19
405-19 Göteborg
Sweden

7 Subsequent events

No events materially affecting the assessment of the Annual Report have occurred after the balance sheet date.

Notes to the Financial Statements

8 Accounting Policies

The Annual Report of Stena Denmark Holding A/S for 2021 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B as well as selected rules applying to reporting class C.

The Financial Statements for 2021 are presented in EUR.

Changes in accounting policies

Management has in the current financial year reassessed the classification of the cash pool account that has been classified as cash or as loan to the bank in the previous years.

The Company participates in a cash pooling arrangement with the bank and other members of the Stena Group of companies. As a result of such arrangements, the bank grants the Company the ability to deposit and withdraw funds from the bank account resulting in either a positive or negative cash balance (overdraft), subject to all members including the Company granting the bank a right of set-off.

The Company does not remain liable to the bank for any overdraft as the primary obligor is the Parent Company and the bank has the right to set-off against the deposits of a related party that is a member to the agreement.

Based on above it is Management's assessment that the bank balances should be classified as either Receivables from or payables to group enterprises. Consequently, the comparatives have been amended accordingly, which led to reclassification of TEUR 104 from Cash at bank and in hand to Payables to group enterprises.

Consolidated financial statements

With reference to section 112 of the Danish Financial Statements Act and to the consolidated financial statements of Stena AB, the Company has not prepared consolidated financial statements.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Notes to the Financial Statements

8 Accounting Policies (continued)

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the dates of transaction. Exchange differences arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the rates at the time when the receivable or the debt arose are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Hedge accounting

Changes in the fair values of financial instruments that are designated and qualify as fair value hedges of a recognised asset or a recognised liability are recognised in the income statement as are any changes in the fair value of the hedged asset or the hedged liability related to the hedged risk.

Changes in the fair values of derivative financial instruments that are designated and qualify as hedges of expected future transactions are recognised in retained earnings under equity as regards the effective portion of the hedge. The ineffective portion is recognised in the income statement. If the hedged transaction results in an asset or a liability, the amount deferred in equity is transferred from equity and recognised in the cost of the asset or the liability, respectively. If the hedged transaction results in an income or an expense, the amount deferred in equity is transferred from equity to the income statement in the period in which the hedged transaction is recognised. The amount is recognised in the same item as the hedged transaction.

Changes in the fair values of financial instruments that are designated and qualify as hedges of net investments in independent foreign subsidiaries or associates are recognised directly in equity as regards the effective portion of the hedge, whereas the ineffective portion is recognised in the income statement.

Income Statement

Other external expenses

Other external expenses comprise office expenses, etc.

Notes to the Financial Statements

8 Accounting Policies (continued)

Income from investments in subsidiaries

The item “Income from investments in subsidiaries” in the income statement includes the proportionate share of the profit for the year.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with wholly owned Danish and foreign subsidiaries. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance Sheet

Investments in subsidiaries

Investments in subsidiaries are recognised and measured under the equity method.

The item “Investments in subsidiaries” in the balance sheet include the proportionate ownership share of the net asset value of the enterprises calculated on the basis of the fair values of identifiable net assets at the time of acquisition.

The total net revaluation of investments in subsidiaries is transferred upon distribution of profit to “Reserve for net revaluation under the equity method” under equity. The reserve is reduced by dividend distributed to the Parent Company and adjusted for other equity movements in the subsidiaries.

Subsidiaries with a negative net asset value are recognised at EUR 0. Any legal or constructive obligation of the Parent Company to cover the negative balance of the enterprise is recognised in provisions.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax

Notes to the Financial Statements

8 Accounting Policies (continued)

entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts

Debts are measured at amortised cost, substantially corresponding to nominal value.

Deferred income

Deferred income comprises payments received in respect of income in subsequent years.