

Dee4 Capital Fund I K/S

Amaliegade 33 B, 1.
1256 København K
Central Business Registration
No 40599053

Annual report 21.06.2019 - 31.12.2019

The Annual General Meeting adopted the annual report on 17.04.2020

Chairman of the General Meeting



Name: Carsten Mortensen

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Entity details

Entity

Dee4 Capital Fund I K/S
Amaliegade 33 B, 1.
1256 København K

Central Business Registration No (CVR): 40599053

Founded: 21.06.2019

Registered in: København

Financial year: 21.06.2019 - 31.12.2019

Executive Board

Dee4 Fund I GP ApS

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab
Weidekampsgade 6
Postboks 1600
0900 København C

Statement by Management on the annual report

The General Partner has today considered and approved the annual report of Dee4 Capital Fund I K/S for the financial year 21.06.2019 - 31.12.2019.

The annual report is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2019 and of the results of its operations and cash flows for the financial year 21.06.2019 - 31.12.2019.

We believe that the management commentary contains a fair review of the affairs and conditions referred to therein.

We recommend the annual report for adoption at the Annual General Meeting.

Copenhagen, 08.04.2020

Executive Board



Dee4 Fund I GP ApS

Independent auditor's report

To the shareholders of Dee4 Capital Fund I K/S

Opinion

We have audited the consolidated financial statements and the parent financial statements of Dee4 Capital Fund I K/S for the financial year 21.06.2019 - 31.12.2019, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies, for the Group as well as the Parent, and the consolidated cash flow statement. The consolidated financial statements and the parent financial statements are prepared in accordance with the Danish Financial Statements Act.

In our opinion, the consolidated financial statements and the parent financial statements give a true and fair view of the Group's and the Parent's financial position at 31.12.2019, and of the results of their operations and the consolidated cash flows for the financial year 21.06.2019 - 31.12.2019 in accordance with the Danish Financial Statements Act.

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 consolidated financial statements and the parent financial statements section of this auditor's report. We are independent of the Group in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. 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 consolidated financial statements and the parent financial statements

Management is responsible for the preparation of consolidated financial statements and parent 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 consolidated financial statements and parent financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the consolidated financial statements and the parent financial statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements and the parent 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

Independent auditor's report

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 consolidated financial statements and these parent 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 audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements and the parent 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 Group's and the Parent'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 consolidated financial statements and the parent 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 Group's and the Parent'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 consolidated financial statements and the parent 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 Group and the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements and the parent financial statements, including the disclosures in the notes, and whether the consolidated financial statements and the parent financial statements represent the underlying transactions and events in a manner that gives a true and fair view.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Independent auditor's report

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the consolidated financial statements and the parent financial statements does not cover the management commentary, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements and the parent financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the consolidated financial statements and the parent financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the management commentary provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, we conclude that the management commentary is in accordance with the consolidated financial statements and the parent financial statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement of the management commentary.

Copenhagen, 08.04.2020

Deloitte

Statsautoriseret Revisionspartnerselskab
Central Business Registration No (CVR) 33963556



Michael Thorø Larsen
State Authorised Public Accountant
Identification No (MNE) mne35823

Management commentary

	2019
	USD'000
Financial highlights	
Key figures	
Gross profit	2,078
Operating profit/loss	1,168
Net financials	(579)
Profit/loss for the year	589
Profit/loss excl minority interests	589
Total assets	69,575
Investments in property, plant and equipment	45,747
Equity	48,414
Cash flows from (used in) operating activities	752
Cash flows from (used in) investing activities	(45,747)
Cash flows from (used in) financing activities	49,807

Ratios

Equity ratio (%) 69.6

Financial highlights are defined and calculated in accordance with the current version of "Recommendations & Ratios" issued by the Danish Society of Financial Analysts.

Ratios	Calculation formula	Calculation formula reflects
Equity ratio (%)	$\frac{\text{Equity} \times 100}{\text{Total assets}}$	The financial strength of the entity.

Management commentary

Primary activities

The Group's main activity is to invest in assets and businesses within the fields of shipping, transportation and logistics, infrastructure and offshore, which the Group intends to develop commercially and all business related hereto.

Development in activities and finances

It is the Group's first financial year and the development in activities and finances were as expected. Management notes that the Group was established on 21st June 2019, but of the three vessels owned at year end, two were delivered and taken over on 9th August 2019, and one on 22nd August 2019, hence revenue-generating assets were only owned for 4.6 months of the year.

Dee4 Capital Fund I K/S first closed with limited partner commitments of USD 41,000,000 in June 2019. A further closing occurred in October 2019 for an additional USD 2,500,000 and the fund final closed on 20th December 2019 with total limited partner commitments of USD 72,000,000.

As at 31st December 2019, the Group had contracted to acquire one additional vessel, for which a 20% deposit had been paid, using equity drawn from limited partners. The expected completion and simultaneous takeover date for this vessel was early January, and hence the first and second close investors were called for the remaining 30% equity ahead of final closing of the fund. Upon final closing, the new investor was called for an equalisation amount representing its share of all previously drawn capital, to be refunded to first and second close investors. Neither the drawdown from first and second close investors, nor the final close equalisation capital call were funded as at year end and hence there is a receivable on the balance sheet of the Fund for the aggregate amount to be funded, with all funds received by 10th January 2020.

Outlook

Management expects a positive result in 2020.

Material assumptions and uncertainties

The Group's expected development depends on the earnings in Group enterprises.

Events after the balance sheet date

No events have occurred after the balance sheet date to this date, which would influence the evaluation of this annual report. The outbreak and spread of COVID-19 in the beginning of 2020 has not had and is not expected to have a material impact on the Group's financial position and development, as four of five vessels owned as at April 2020 were on charter to counterparties with a high credit rating.

Management note that the Group acquired and took over two further vessels after the balance sheet date. Both of these have been delivered and are fully paid.

Consolidated income statement for 2019

	<u>Notes</u>	<u>2019 USD'000</u>
Gross profit	1	2,078
Depreciation, amortisation and impairment losses		(910)
Operating profit/loss		1,168
Other financial income		3
Other financial expenses		(582)
Profit/loss for the year	2	589

Consolidated balance sheet at 31.12.2019

	<u>Notes</u>	<u>2019 USD'000</u>
Ships		44,837
Property, plant and equipment	3	<u>44,837</u>
Fixed assets		<u>44,837</u>
Raw materials and consumables		551
Inventories		<u>551</u>
Trade receivables		22
Other receivables		758
Contributed capital in arrears	4	18,118
Prepayments	5	477
Receivables		<u>19,375</u>
Cash		<u>4,812</u>
Current assets		<u>24,738</u>
Assets		<u>69,575</u>

Consolidated balance sheet at 31.12.2019

	<u>Notes</u>	<u>2019 USD'000</u>
Contributed capital		47,825
Retained earnings		589
Equity		48,414
Bank loans		16,280
Non-current liabilities other than provisions	6	16,280
Current portion of long-term liabilities other than provisions	6	3,600
Trade payables		868
Deferred income		413
Current liabilities other than provisions		4,881
Liabilities other than provisions		21,161
Equity and liabilities		69,575
Contingent liabilities	8	
Assets charged and collateral	9	
Transactions with related parties	10	
Subsidiaries	11	

Consolidated statement of changes in equity for 2019

	Contributed capital USD'000	Retained earnings USD'000	Total USD'000
Contributed upon formation	47,825	0	47,825
Profit/loss for the year	0	589	589
Equity end of year	47,825	589	48,414

Consolidated cash flow statement for 2019

	<u>Notes</u>	<u>2019 USD'000</u>
Operating profit/loss		1,168
Amortisation, depreciation and impairment losses		910
Working capital changes	7	(527)
Cash flow from ordinary operating activities		1,551
Financial income received		3
Financial expenses paid		(802)
Cash flows from operating activities		752
Acquisition of ships		(45,747)
Cash flows from investing activities		(45,747)
Loans raised		21,000
Repayments of loans etc		(900)
Capital increase		47,825
Unfunded drawn capital		(18,118)
Cash flows from financing activities		49,807
Increase/decrease in cash and cash equivalents		4,812
Cash and cash equivalents end of year		4,812

Notes to consolidated financial statements

1. Gross profit

The Group has no employees.

Management has not received remuneration.

In the Group's accounts, Gross Profit is equivalent to Earnings Before Interest, Tax, Depreciation and Amortisation (EBITDA) and Operating profit is equivalent to Earnings Before Interest and Taxation (EBIT).

During the accounting period, two vessels were acquired and taken over on 9th August 2019 and one vessel on 22nd August 2019, which constituted the revenue-generating activity of the Group during the accounting period.

Gross profit represents all hire revenues received relating to the accounting period, less technical operating costs of the vessels, a fund management fee to Dee4 Capital Partners ApS, total establishment costs of the Group and any other third party costs such as administration, audit and broken deal costs.

	2019 USD'000
2. Proposed distribution of profit/loss	
Retained earnings	589
	589
	Ships USD'000
3. Property, plant and equipment	
Additions	45,747
Cost end of year	45,747
Depreciation for the year	(910)
Depreciation and impairment losses end of year	(910)
Carrying amount end of year	44,837

4. Contributed capital in arrears

The Group issued capital calls to limited partners prior to the balance sheet date, as further explained in the Management Commentary, and which were fully paid after the balance sheet date.

5. Prepayments

Prepayments comprise of prepaid costs and deferred income comprise of pre-invoiced revenue, particularly relating to fund management fees payable to Dee4 Capital Partners ApS in advance for the first half of 2020.

Notes to consolidated financial statements

	Due within 12 months 2019 USD'000	Due after more than 12 months 2019 USD'000
6. Liabilities other than provisions		
Bank loans	3,600	16,280
	3,600	16,280

No debt is outstanding after 5 years.

Included in bank loans are arrangement fees and commitment fees, which are amortised over the loan period.

	2019 USD'000
7. Change in working capital	
Increase/decrease in inventories	(551)
Increase/decrease in receivables	(1,257)
Increase/decrease in trade payables etc	1,281
	(527)

8. Contingent liabilities

There are no contingent liabilities of the Group. No commitment has been given between the Group enterprises.

9. Assets charged and collateral

The following has been provided as collateral for bank loans with an unpaid balance of USD 20m in the Group. All terms and collaterals have been provided based on terms which is normal within the industry.

- Mortgage deed registered on the vessel owners
- Assignment of earnings of the vessels
- Assignment of the insurance amount of the vessels

Dee4 Fund I Holding K/S is jointly and severally liable for all bank loans within the companies of the Dee4 Fund I Holding K/S Group. The ships owned by the Dee4 Fund I Holding K/S Group are provided as collateral for the bank loans with a consolidated carrying amount of USD 42m.

Dee4 Capital Fund I K/S has provided guarantees for the balance payment of USD 13m required to acquire an additional vessel by Dee4 VesselCo 4 K/S. This vessel was acquired and taken over on 15th January 2020, and is fully paid.

Notes to consolidated financial statements

10. Transactions with related parties

Dee4 Capital Fund I K/S has no related parties with controlling interest.

Only related party transactions not conducted on arm's length basis are disclosed in the financial statements. All related party transactions during the financial year have been conducted on an arm's length basis.

Transactions between Dee4 Capital Fund I K/S and its subsidiaries are eliminated in the present consolidated financial statements and are not disclosed with reference to the Danish Financial Statements Act, section 98c.

	<u>Registered in</u>	<u>Corpo- rate form</u>	<u>Equity inte- rest %</u>	<u>Equity USD'000</u>	<u>Profit/loss USD'000</u>
11. Subsidiaries					
Dee4 Fund I Holding K/S	Copenhagen	K/S	100.0	24,939	1,427
Dee4 VesselCo 1 K/S	Copenhagen	K/S	100.0	6,869	578
Dee4 VesselCo 2 K/S	Copenhagen	K/S	100.0	6,770	467
Dee4 VesselCo 3 K/S	Copenhagen	K/S	100.0	9,346	465
Dee4 VesselCo 4 K/S	Copenhagen	K/S	100.0	0	0
Dee4 VesselCo 1 GP ApS	Copenhagen	ApS	100.0	5	(1)
Dee4 VesselCo 2 GP ApS	Copenhagen	ApS	100.0	5	(1)
Dee4 VesselCo 3 GP ApS	Copenhagen	ApS	100.0	5	(1)
Dee4 VesselCo 4 GP ApS	Copenhagen	ApS	100.0	6	0
Dee4 Fund I Holding GP ApS	Copenhagen	ApS	100.0	5	(1)

Parent income statement for 2019

	<u>Notes</u>	<u>2019 USD'000</u>
Gross loss	1	(829)
Income from investments in group enterprises		1,423
Other financial income		1
Other financial expenses		<u>(6)</u>
Profit/loss for the year	2	<u>589</u>

Parent balance sheet at 31.12.2019

	<u>Notes</u>	<u>2019 USD'000</u>
Investments in group enterprises		24,965
Fixed asset investments	3	<u>24,965</u>
Fixed assets		<u>24,965</u>
Receivables from group enterprises		3,308
Contributed capital in arrears	4	18,118
Prepayments	5	365
Receivables		<u>21,791</u>
Cash		<u>1,838</u>
Current assets		<u>23,629</u>
Assets		<u>48,594</u>

Parent balance sheet at 31.12.2019

	<u>Notes</u>	<u>2019 USD'000</u>
Contributed capital		47,825
Reserve for net revaluation according to the equity method		1,423
Retained earnings		(834)
Equity		<u>48,414</u>
Trade payables		180
Current liabilities other than provisions		<u>180</u>
Liabilities other than provisions		<u>180</u>
Equity and liabilities		<u>48,594</u>
Contingent liabilities	6	
Assets charged and collateral	7	
Related parties with controlling interest	8	

Parent statement of changes in equity for 2019

	Contributed capital USD'000	Reserve for net revaluation according to the equity method USD'000	Retained earnings USD'000	Total USD'000
Contributed upon formation	47,825	0	0	47,825
Profit/loss for the year	0	1,423	(834)	589
Equity end of year	47,825	1,423	(834)	48,414

The contributed capital is divided in shares with a nominal value of USD 1.

Certain classes of shares are entitled to preferential return, provided that the fund's total IRR exceeds an agreed return, as stated in the Limited Partnership Agreement.

Notes to parent financial statements

1. Gross loss

The Entity has no employees.

Management has not received remuneration.

Gross loss represents the fund management fee to Dee4 Capital Partners ApS, total establishment costs of the Group and any other third party costs such as administration, audit and broken deal costs. All hire revenues less technical operating costs of the vessels and depreciation are included in 'Income from investments in group enterprises'.

	2019 USD'000
2. Proposed distribution of profit/loss	
Retained earnings	589
	589
	Invest- ments in group enterprises USD'000
3. Fixed asset investments	
Additions	1,423
Cost end of year	1,423
Share of profit/loss for the year	23,542
Revaluations end of year	23,542
Carrying amount end of year	24,965

A specification of investments in subsidiaries is evident from the notes to the consolidated financial statements.

4. Contributed capital in arrears

The Group issued capital calls to limited partners prior to the balance sheet date, as further explained in the Management Commentary, and which were fully paid after the balance sheet date.

5. Prepayments

Prepayments comprise of prepaid costs and deferred income comprise of pre-invoiced revenue, particularly relating to fund management fees payable to Dee4 Capital Partners ApS in advance for the first half of 2020.

Notes to parent financial statements

6. Contingent liabilities

Dee4 Capital Fund I K/S has provided guarantees for the balance payment of USD 13m required to acquire an additional vessel by Dee4 VesselCo 4 K/S. This vessel was acquired and taken over on 15th January 2020, and is fully paid.

There are no other contingent liabilities of the Entity. No commitment has been given to the Group enterprises.

7. Assets charged and collateral

Dee4 Capital Fund I K/S' equity in the following companies have been provided as collateral for the outstanding bank debt in the Dee4 Fund I Holding K/S Group.

- Dee4 VesselCo 1 K/S
- Dee4 VesselCo 1 GP ApS
- Dee4 VesselCo 2 K/S
- Dee4 VesselCo 2 GP ApS
- Dee4 VesselCo 3 K/S
- Dee4 VesselCo 3 GP ApS

8. Related parties with controlling interest

Dee4 Capital Fund I K/S has no related parties with controlling interest.

Only related party transactions not conducted on an arm's length basis are disclosed in the financial statements. All related party transactions during the financial year have been conducted on an arm's length basis.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class C enterprises (medium).

This is the Group's first financial year and comprise the period 21.06.2019 – 31.12.2019, hence no comparative figures have been presented.

The reporting currency is U.S. Dollars (USD).

Recognition and measurement

Assets are recognised in the balance sheet when it is probable as a result of a prior event that future economic benefits will flow to the Entity, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when the Entity has a legal or constructive obligation as a result of a prior event, and it is probable that future economic benefits will flow out of the Entity, and the value of the liability can be measured reliably.

On initial recognition, assets and liabilities are measured at cost. Measurement subsequent to initial recognition is effected as described below for each financial statement item.

Anticipated risks and losses that arise before the time of presentation of the annual report and that confirm or invalidate affairs and conditions existing at the balance sheet date are considered at recognition and measurement.

Income is recognised in the income statement when earned, whereas costs are recognised by the amounts attributable to this financial year.

Consolidated financial statements

The consolidated financial statements comprise the Parent and the Group enterprises (subsidiaries) that are controlled by the Parent. Control is achieved by the Parent, either directly or indirectly, holding more than 50% of the voting rights or in any other way possibly or actually exercising controlling influence.

Basis of consolidation

The consolidated financial statements are prepared on the basis of the financial statements of the Parent and its subsidiaries. The consolidated financial statements are prepared by combining uniform items. On consolidation, intra-group income and expenses, intra-group accounts and dividends as well as profits and losses on transactions between the consolidated enterprises are eliminated. The financial statements used for consolidation have been prepared applying the Group's accounting policies.

Subsidiaries' financial statement items are recognised in full in the consolidated financial statements.

Investments in subsidiaries are offset at the pro rata share of such subsidiaries' net assets at the acquisition date, with net assets having been calculated at fair value.

Accounting policies

Income statement

Gross profit or loss

Gross profit or loss comprises revenue and other external expenses.

Revenue

Revenue from time charters is recognised as receivable over the duration of the charter.

Other external expenses

Other external expenses include expenses relating to the Group's ordinary activities, including technical management costs, the management fee to Dee4 Capital Partners A/S, total establishment costs of the Group and any other third party costs such as administration, audit and broken deal costs.

Depreciation, amortisation and impairment losses

Depreciation relating to the vessels comprise depreciation for the financial year, calculated on the basis of the residual values and useful lives of the vessel and impairment testing as well as gains and losses from sale of vessels.

Income from investments in group enterprises

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss after full elimination of internal profits or losses.

Other financial income

Other financial income comprises interest income and net exchange rate adjustments on transactions in foreign currencies.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on bank loans and net exchange rate adjustments on transactions in foreign currencies.

Balance sheet

Property, plant and equipment

Property, plant and equipment includes vessels who are measured at cost less accumulated depreciation and impairment losses. Cost comprises the the acquisition price, costs directly attributable to the acquisition and preparation costs of the assets until the time when it is ready to be put into operation.

The basis of depreciation is cost less estimated residual value after the end of useful life. Straight-line depreciation is made on the basis of the following estimated useful lives of the assets from time of commissioning:

Vessels	25 years
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Estimated useful lives and residual values are reassessed annually.

Items of property, plant and equipment are written down to the lower of recoverable amount and carrying

Accounting policies

amount.

Investments in group enterprises

In the parent financial statements, investments in group enterprises are recognised and measured according to the equity method. This means that investments are measured at the pro rata share of the enterprises' equity value.

Contributed capital in arrears

Contributed capital in arrears consists of capital subscribed, but not paid up, which is recognised as a separate amount receivable in assets and a separate reserve in equity (gross method). The amount receivable is measured at amortised cost.

Inventories

Raw materials and consumables bunkers and lube oil, which are measured at the lower of cost using the FIFO method and net realisable value and includes expenditure relating to acquisition as well as delivery costs.

Receivables

Receivables are measured at amortised cost, usually equalling nominal value less writedowns for bad and doubtful debts.

Prepayments

Prepayments comprise incurred costs relating to subsequent financial years. Prepayments are measured at cost.

Cash

Cash comprises cash in hand and bank deposits.

Other financial liabilities

Other financial liabilities are measured at amortised cost, which usually corresponds to nominal value.

Deferred income

Deferred income comprises income received for recognition in subsequent financial years. Deferred income is measured at cost.

Cash flow statement

The cash flow statement shows cash flows from operating, investing and financing activities as well as cash and cash equivalents at the beginning and the end of the financial year.

Cash flows from operating activities are presented using the indirect method and calculated as the operating profit/loss adjusted for non-cash operating items, working capital changes and income taxes paid.

Cash flows from investing activities comprise payments in connection with purchase of property, plant and equipment, including acquisition of assets held.

Accounting policies

Cash flows from financing activities comprise changes in the size or composition of the contributed capital and related costs as well as the raising of loans and instalments on interest-bearing debt.

Cash and cash equivalents comprise cash.