

Delta Corp Europe ApS

Strandvejen 125, 2900 Hellerup

Company reg. no. 40 62 83 04

Annual report

1 January - 31 December 2020

The annual report was submitted and approved by the general meeting on the 30 June 2021.

Henrik Francke Jeremiassen
Chairman of the meeting

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Notes to users of the English version of this document:

- This document is a translation of a Danish version of the document. In the event of any dispute regarding the interpretation of any part of the document, the Danish version of the document shall prevail.
- To ensure the greatest possible applicability of this document, IAS/IFRS English terminology has been used.
- Please note that decimal points remain unchanged from Danish version of the document. This means that DKK 146.940 corresponds to the English amount of DKK 146,940, and that 23,5 % corresponds to 23.5 %.

Management's report

Today, the executive board has presented the annual report of Delta Corp Europe ApS for the financial year 1 January - 31 December 2020.

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

We consider the accounting policies appropriate and, in our opinion, the financial statements provide a fair presentation of the company's assets, equity and liabilities, and financial position at 31 December 2020 and of the company's results of activities in the financial year 1 January – 31 December 2020.

We are of the opinion that the management commentary presents a fair account of the issues dealt with.

We recommend that the annual report be approved by the general meeting.

Hellerup, 30 June 2021

Executive board

Henrik Francke Jeremiassen

Mudit Paliwal

Independent auditor's report

To the shareholders of Delta Corp Europe ApS

Opinion

We have audited the financial statements of Delta Corp Europe ApS for the financial year 1 January - 31 December 2020, which comprise accounting policies, income statement, statement of financial position and notes. The financial statements have been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements present a fair view of the company's assets, equity and liabilities, and financial position at 31 December 2020 and of the results of the company's activities for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with international standards on auditing and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the section "Auditor's responsibilities for the audit of the financial statements". We are independent of the company in accordance with international ethical requirements for auditors (IESBA's Code of Ethics), 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.

Other matter

Effective as from the current financial year, Delta Corp Europe ApS is subject to audit obligations. Please note that the comparative figures in the financial statements have not been audited. This also appears from the financial statements.

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that provide a fair view in accordance with the Danish Financial Statements Act. Management is also responsible for such internal control as the 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 unless management either intends to liquidate the company or to cease operations, or has no realistic alternative but to do so.

Independent auditor's report

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 including an opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with international standards on auditing, 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 international standards on auditing, and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional scepticism throughout the 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 the 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 preparation of the financial statements using the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists arising from 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 disclosures in notes, and whether the financial statements reflect the underlying transactions and events in a manner that presents a fair view.

Independent auditor's report

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 the internal control that we identify during our audit.

Statement on the management commentary

Management is responsible for the management commentary.

Our opinion on the financial statements does not cover the management commentary, and we express no assurance opinion thereon.

In connection with our audit of the financial statements, it is our responsibility to read the management commentary and to consider whether the management commentary is materially inconsistent with the financial statements or the evidence obtained during the audit, or whether it otherwise appears to contain material misstatement.

Furthermore, 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 believe that management commentary is consistent with the financial statements and that it has been prepared in accordance with the provisions of the Danish Financial Statement Act. We did not discover any material misstatement in the management commentary.

Copenhagen, 30 June 2021

Grant Thornton

State Authorised Public Accountants
Company reg. no. 34 20 99 36

Martin S. Haaning

State Authorised Public Accountant
mne32793

Company information

The company

Delta Corp Europe ApS
Strandvejen 125
2900 Hellerup

Company reg. no. 40 62 83 04
Financial year: 1 January - 31 December

Executive board

Henrik Francke Jeremiassen
Mudit Paliwal

Auditors

Grant Thornton, Statsautoriseret Revisionspartnerselskab
Stockholmsgade 45
2100 København Ø

Parent company

Delta Corp Holdings Limited

Management commentary

The principal activities of the company

Like previous year, the principal activity is doing shipping company.

Unusual circumstances

There has been identified an error in the previous year with the recognition of tax on net profit for the year. The error has been corrected with an adjustment of the comparative figures. The adjustment has entailed that the result for previous year, has been positively changed with 70,422 DKK from 29,345 DKK to 99,767 DKK, while corporate tax in the balance and tax on net profit in the income statement has been reduced with 70,422 DKK from 100,188 DKK to 29,766 DKK. The equity of the company on the 31st of December 2019, has been positively adjusted with 70,422 DKK from 69,345 DKK to 139,767 DKK.

Development in activities and financial matters

The gross profit for the year totals DKK 3.222.120 against DKK 746.377 last year. Income or loss from ordinary activities after tax totals DKK 84.850 against DKK 99.767 last year.

Accounting policies

The annual report for Delta Corp Europe ApS has been presented in accordance with the Danish Financial Statements Act regulations concerning reporting class B enterprises.

The accounting policies are unchanged from last year, and the annual report is presented in DKK.

There has been identified an error in the previous year with the recognition of tax on net profit for the year. The error has been corrected with an adjustment of the comparative figures. The adjustment has entailed that the result for previous year, has been positively changed with 70,422 DKK from 29,345 DKK to 99,767 DKK, while corporate tax in the balance and tax on net profit in the income statement has been reduced with 70,422 DKK from 100,188 DKK to 29,766 DKK. The equity of the company on the 31st of December 2019, has been positively adjusted with 70,422 DKK from 69,345 DKK to 139,767 DKK.

Foreign currency translation

Transactions in foreign currency are translated by using the exchange rate prevailing at the date of the transaction. Differences in the rate of exchange arising between the rate at the date of transaction and the rate at the date of payment are recognised in the profit and loss account as an item under net financials. If currency positions are considered to hedge future cash flows, the value adjustments are recognised directly in equity in a fair value reserve.

Receivables, payables, and other foreign currency monetary items are translated using the closing rate. The difference between the closing rate and the rate at the time of the occurrence or initial recognition in the latest financial statements of the receivable or payable is recognised in the income statement under financial income and expenses.

Translation adjustment of balances with group enterprises abroad that are considered part of the total investment in group enterprises are recognised directly in equity in the fair value reserve. Likewise, foreign exchange gains and losses on loans and derived financial instruments for currency hedging independent group enterprises abroad are recognised directly in equity.

Income statement

Gross profit

Gross profit comprises the revenue, direct costs and external costs.

Revenue is recognised in the income statement if delivery and passing of risk to the buyer have taken place before the end of the year and if the income can be determined reliably and inflow is anticipated. Recognition of revenue is exclusive of VAT and taxes and less any discounts relating directly to sales.

Other external costs comprise costs incurred for distribution, sales, administration and premises.

Accounting policies

Staff costs

Staff costs include salaries and wages, including holiday allowances, pensions, and other social security costs, etc., for staff members. Staff costs are less government reimbursements.

Financial income and expenses

Financial income and expenses are recognised in the income statement with the amounts concerning the financial year. Financial income and expenses comprise interest income and expenses, debt and transactions in foreign currency and reimbursements under the advance tax scheme, etc.

Tax on net profit or loss for the year

Tax for the year comprises the current income tax for the year and changes in deferred tax and is recognised in the income statement with the share attributable to the net profit or loss for the year and directly in equity with the share attributable to entries directly in equity.

Statement of financial position

Investments

Deposits

Deposits are measured at amortised cost and represent lease deposits, etc.

Receivables

Receivables are measured at amortised cost, which usually corresponds to nominal value.

Prepayments and accrued income

Prepayments and accrued income recognised under assets comprise incurred costs concerning the following financial year.

Cash on hand and demand deposits

Cash on hand and demand deposits comprise cash at bank.

Income tax and deferred tax

Current tax liabilities and current tax receivable are recognised in the statement of financial position as calculated tax on the taxable income for the year, adjusted for tax of previous years' taxable income and for tax paid on account.

Liabilities other than provisions

Other liabilities concerning payables to suppliers, group enterprises, and other payables are measured at amortised cost which usually corresponds to the nominal value.

Income statement

All amounts in DKK.

<u>Note</u>	1/1 - 31/12 2020	1/7 - 31/12 2019 (not audited)
Gross profit	3.222.120	746.377
1 Staff costs	-3.102.393	-685.463
Operating profit	119.727	60.914
Other financial income	255	82.243
2 Other financial costs	-8.292	-13.624
Pre-tax net profit or loss	111.690	129.533
Tax on net profit or loss for the year	-26.840	-29.766
Net profit or loss for the year	84.850	99.767
Proposed appropriation of net profit:		
Transferred to retained earnings	84.850	99.767
Total allocations and transfers	84.850	99.767

Statement of financial position at 31 December

All amounts in DKK.

Assets		
<u>Note</u>	<u>2020</u>	<u>2019</u> (not audited)
Non-current assets		
Deposits	97.000	70.000
Total investments	<u>97.000</u>	<u>70.000</u>
Total non-current assets	<u>97.000</u>	<u>70.000</u>
Current assets		
Receivables from group enterprises	556.366	88.030
Other receivables	99.179	57.603
Prepayments and accrued income	124.579	90.168
Total receivables	<u>780.124</u>	<u>235.801</u>
Cash on hand and demand deposits	<u>66.082</u>	<u>71.187</u>
Total current assets	<u>846.206</u>	<u>306.988</u>
Total assets	<u>943.206</u>	<u>376.988</u>

Notes

All amounts in DKK.

	1/1 - 31/12 2020	1/7 - 31/12 2019 (not audited)
1. Staff costs		
Salaries and wages	2.973.103	661.827
Pension costs	120.000	22.500
Other costs for social security	6.816	1.136
Other staff costs	2.474	0
	3.102.393	685.463
Average number of employees	2	2
2. Other financial costs		
Other financial costs	8.292	13.624
	8.292	13.624
	31/12 2020	31/12 2019 (not audited)
3. Other payables		
Total other payables	0	50.956

4. Related parties

Consolidated financial statements

The company is included in the consolidated financial statements of Delta Corp Holdings Limited, Dubai.