



Clipper Bulk Invest I K/S

Sundkrogsgade 19
2100 København Ø
CVR No. 40833560

Annual report 01.10.2019 - 31.12.2020

The Annual General Meeting adopted the
annual report on 30.06.2021

Amrit Peter Kalsi

Chairman of the General Meeting

Contents

Entity details	2
Statement by Management	3
Independent auditor's report	4
Management commentary	7
Income statement for 2019/20	8
Balance sheet at 31.12.2020	9
Statement of changes in equity for 2019/20	11
Notes	12
Accounting policies	13

Entity details

Entity

Clipper Bulk Invest I K/S

Sundkrogsgade 19

2100 København Ø

CVR No.: 40833560

Registered office: København

Financial year: 01.10.2019 - 31.12.2020

Executive Board

Komplementarselskabet Clipper Bulk Invest I ApS

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Weidekampsgade 6

2300 Copenhagen S

Statement by Management

The Executive Board have today considered and approved the annual report of Clipper Bulk Invest I K/S for the financial year 01.10.2019 - 31.12.2020.

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 31.12.2020 and of the results of its operations for the financial year 01.10.2019 - 31.12.2020.

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, 30.06.2021

Executive Board

Komplementarselskabet Clipper Bulk Invest I ApS

Independent auditor's report

To the shareholders of Clipper Bulk Invest I K/S

Opinion

We have audited the financial statements of Clipper Bulk Invest I K/S for the financial year 01.10.2019 - 31.12.2020, which comprise the income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies. The financial statements are prepared 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 31.12.2020 and of the results of its operations for the financial year 01.10.2019 - 31.12.2020 in accordance with the Danish Financial Statements Act.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and 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 this auditor's report. We are independent of the Entity 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 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 Entity'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 financial statements unless Management either intends to liquidate the Entity 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 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 Entity'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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures in the notes, 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.

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 do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the management commentary and, in doing so, consider whether the management commentary is materially inconsistent with the 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 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, 30.06.2021

Deloitte

Statsautoriseret Revisionspartnerselskab

CVR No. 33963556

Kim Takata Mücke

State Authorised Public Accountant

Identification No (MNE) mne10944

Bjarne Iver Jørgensen

State Authorised Public Accountant

Identification No (MNE) mne35659

Management commentary

Primary activities

The Company's primary activity involves holding an investment in CFCL JNS Holdings LLC which owns bulk vessels and engages in shipping activity.

Development in activities and finances

The loss for the Entity's first financial year is USD 282,115 and the Company has an equity of USD 2,117,885 at December 31, 2020.

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.

Income statement for 2019/20

	Notes	2019/20 USD
Income from financial assets		(277,656)
Other financial expenses	1	(4,459)
Profit/loss for the year		(282,115)
Proposed distribution of profit and loss		
Retained earnings		(282,115)
Proposed distribution of profit and loss		(282,115)

Balance sheet at 31.12.2020

Assets

	Notes	2019/20 USD
Other investments		2,237,744
Financial assets	2	2,237,744
Fixed assets		2,237,744
Assets		2,237,744

Equity and liabilities

	Notes	2019/20 USD
Contributed capital		2,400,000
Retained earnings		(282,115)
Equity		2,117,885
Payables to other credit institutions		44
Other payables		119,815
Current liabilities other than provisions		119,859
Liabilities other than provisions		119,859
Equity and liabilities		2,237,744
Related parties with controlling interest	3	

Statement of changes in equity for 2019/20

	Contributed capital USD	Retained earnings USD	Total USD
Contributed upon formation	2,400,000	0	2,400,000
Profit/loss for the year	0	(282,115)	(282,115)
Equity end of year	2,400,000	(282,115)	2,117,885

Notes

1 Other financial expenses

	2019/20 USD
Other financial expenses	4,459
	4,459

2 Financial assets

	Other investments USD
Additions	2,515,400
Cost end of year	2,515,400
Revaluations for the year	(277,656)
Revaluations end of year	(277,656)
Carrying amount end of year	2,237,744

3 Related parties with controlling interest

The Company's general partner is Komplementarselskabet Clipper Bulk Invest I ApS.

Accounting policies

Reporting class

This annual report has been presented in accordance with the provisions of the Danish Financial Statements Act governing reporting class B enterprises with addition of certain provisions for reporting class C.

As the Company's functional currency is USD, the annual report has been presented using USD as the reporting currency. The exchange rate used for DKK against USD is 6.06 at December 31, 2020.

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.

Income statement

Income from other fixed asset investments

Income from investments in group enterprises comprises the pro rata share of the individual enterprises' profit/loss.

Other financial expenses

Other financial expenses comprise interest expenses, bank charges and currency losses.

Balance sheet

Other investments

Other investments comprise unlisted equity investments which are recognised and measured using the equity method.

Other financial liabilities

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