

Eimskip Greenland A/S

Qeqertanut 26 -03., Postboks 7029
3905 Nuussuaq

CVR no. 41 25 92 64

Annual report 2021

The annual report was presented and approved at
the Company's annual general meeting on

29 June 2022


Simon Gøttrup Steenholt

Chairman of the annual general meeting

Contents

Statement by the Board of Directors and the Executive Board	2
Auditor's report on the compilation of financial statements	3
Management's review	4
Company details	4
Operating review	5
Financial statements 1 January – 31 December	6
Income statement	6
Balance sheet	7
Statement of changes in equity	8
Notes	9

Eimskip Greenland A/S
Annual report 2021
CVR no. 41 25 92 64

Statement by the Board of Directors and the Executive Board

The Board of Directors and the Executive Board have today discussed and approved the annual report of Eimskip Greenland A/S for the financial year 1 January – 31 December 2021.


The annual report, which has not been audited, is presented in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2021 and of the results of the Company's operations for the financial year 1 January – 31 December 2021.

Further, in our opinion, the Management's review gives a fair review of the matters discussed in the Management's review.


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

Nuussuaq, 29 June 2022
Executive Board:


Kristine Karen Lange
Lyberth
CEO

Board of Directors:


Simon Gøttrup Steenholt
Chairman


Björn Einarsson


Bragi Thor Marinónsson

Management confirms that the Company fulfils the requirements to be exempt of audit.



Auditor's report on the compilation of financial statements

To the Management of Eimskip Greenland A/S

We have compiled the financial statements of Eimskip Greenland A/S for the financial year 1 January – 31 December 2021 based on the Company's bookkeeping records and other information provided by you.

The financial statements comprise income statement, balance sheet, statement of changes in equity and notes, including accounting policies.

We performed our work in accordance with ISRS 4410 *Compilation Engagements*.

We have applied our professional expertise in accounting and financial reporting to assist you in the preparation and presentation of these financial statements in accordance with the Danish Financial Statements Act. We have complied relevant provisions of the Auditor Act, including the requirements for independence, and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (IESBA Code), which is based on fundamental principles of integrity, objectivity, professional competence and due care.

These financial statements and the accuracy and completeness of the information used to compile them are your responsibility.

Since a compilation engagement is not an assurance engagement, we are not required to verify the accuracy or completeness of the information you provided to us to compile these financial statements. Accordingly, we do not express an audit opinion or a review conclusion as to whether these financial statements are prepared in accordance with the Danish Financial Statements Act.

Aarhus, 29 June 2022

KPMG

Statsautoriseret Revisionspartnerselskab
CVR no. 25 57 81 98

Niklas R. Filipsen
State Authorised
Public Accountant
mne47781

Eimskip Greenland A/S
Annual report 2021
CVR no. 41 25 92 64

Management's review

Company details

Eimskip Greenland A/S
Qeqertanut 26 -03.
Postboks 7029
3905 Nuussuaq

CVR no.:	41 25 92 64
Established:	11 March 2020
Registered office:	Nuussuaq
Financial year:	1 January – 31 December

Board of Directors

Simon Gøttrup Steenholt, Chairman
Björn Einarsson
Bragi Thor Marinónsson

Executive Board

Kristine Karen Lange Lyberth, CEO

Management's review

Operating review

Principal activities

The Company's principal activities consist of transportation, shipping and logistics.

Development in activities and financial position

The Company's income statement for 2021 shows a loss of DKK 286,980 thousand as against a loss of DKK 507,901 thousand in 2020. Equity in the Company's balance sheet at 31 December 2021 stood at a negative of DKK 295 thousand as against a negative of DKK 6 thousand at 31 December 2020.

Capital resources

The Company has lost more than 50% of its contributed capital and is thus subject to the provisions on loss of capital under the Danish and Greenland Companies Act. It is Management's expectation that the capital can be restored through operations going forward. If, contrary to expectations, this will not take place, the Company's owners will contribute new capital to restore the contributed capital.

Financial statements 1 January – 31 December

Income statement

DKK'000	Note	2021	11/3 2020- 31/12 2020
Gross loss		371	-276
Staff costs	2	<u>-752</u>	<u>-222</u>
Loss before financial income and expenses		-381	-498
Financial income		105	0
Financial expenses		<u>-11</u>	<u>-8</u>
Loss for the year		<u>-287</u>	<u>-506</u>
Proposed distribution of loss			
Retained earnings		<u>-287</u>	<u>-506</u>

Financial statements 1 January – 31 December

Balance sheet

DKK'000	Note	31/12 2021	31/12 2020
ASSETS			
Fixed assets			
Financial assets			
Deposits		24	24
Total fixed assets		24	24
Current assets			
Receivables			
Trade receivables		4,432	0
Receivables from group entities		128	0
Other receivables		0	2
		4,560	2
Cash at bank and in hand		768	242
Total current assets		5,328	244
TOTAL ASSETS		5,352	268
EQUITY AND LIABILITIES			
Equity			
Contributed capital		500	500
Retained earnings		-795	-506
Total equity		-295	-6
Liabilities			
Current liabilities			
Trade payables		1,192	1
Payables to group entities		4,401	215
Other payables		54	58
		5,647	274
Total liabilities		5,647	274
TOTAL EQUITY AND LIABILITIES		5,352	268
Contractual obligations, contingencies, etc.	4		
Related party disclosures	3		

Financial statements 1 January – 31 December

Statement of changes in equity

DKK'000	Contributed capital	Retained earnings	Total
Equity at 1 January 2021	500	-508	-8
Transferred over the distribution of loss	0	-287	-287
Equity at 31 December 2021	500	-795	-295

Financial statements 1 January – 31 December

Notes

1 Accounting policies

The annual report of Eimskip Greenland A/S for 2021 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The financial statements are presented in DKK'000.

Change in accounting policies

The annual report of Eimskip Greenland A/S for 2021 has been prepared in accordance with the provisions applying to reporting class B entities under the Danish Financial Statements Act. The transition compared to the previous financial year from the provisions applying to micro-entities under the Danish Financial Statements Act has not resulted in any changes to recognition and measurement, and the change therefore only impacts the presentation of the financial statements.

Gross loss

Pursuant to section 32 of the Danish Financial Statements Act, the Company has decided only to disclose gross loss.

Revenue

Income from the sale of goods, is recognised in revenue when delivery and transfer of risk to the buyer have taken place, and the income may be measured reliably and is expected to be received.

Revenue is measured at the fair value of the agreed consideration excluding VAT and taxes charged on behalf of third parties. All discounts granted are recognised in revenue.

Cost of sales

Cost of sales comprises costs incurred to generate revenue for the year.

Staff costs

Staff costs comprise wages and salaries, including holiday allowance, pension and other social security costs, etc., to the Company's employees, excluding reimbursements from public authorities.

Other external costs

Other external costs comprise distribution costs and costs related to sales, sales campaigns, administration, office premises, operating leases, etc.

Financial income and expenses

Financial income and expenses comprise interest income and expense and transactions denominated in foreign currencies.

Financial assets

Deposits are recognised at amortised cost.

Financial statements 1 January – 31 December

Notes

1 Accounting policies (continued)

Impairment of fixed assets

The carrying amount of fixed assets is subject to an annual test for indications of impairment.

Impairment tests are conducted of individual assets or groups of assets when there is an indication that they may be impaired. Write-down is made to the recoverable amount if this is lower than the carrying amount.

The recoverable amount is the higher of an asset's net selling price and its value in use. The value in use is determined as the present value of the forecast net cash flows from the use of the asset or the group of assets, including forecast net cash flows from the disposal of the asset or the group of assets after the end of the useful life.

Receivables

Receivables are measured at amortised cost.

Write-down is made for bad debt losses where there is an objective indication that a receivable or a portfolio of receivables has been impaired. If there is an objective indication that an individual receivable has been impaired, write-down is made on an individual basis.

Liabilities

Liabilities are measured at amortised cost.

Financial statements 1 January – 31 December

Notes

2 Staff costs

DKK'000	2021	11/3 2020- 31/12 2020
Wages and salaries	692	214
Pensions	49	3
Other social security costs	8	1
Other staff costs	3	4
	<u>752</u>	<u>222</u>
Average number of full-time employees	<u>2</u>	<u>1</u>

3 Related party disclosures

Control

Eimskip Island ehf., holds 100% of the Company's shares.

Eimskip Greenland A/S is part of the consolidated financial statements of Eimskip Island ehf., Korngardar 2, 104 Reykjavik, Island which is the smallest and largest group, respectively, in which the Company is included as a subsidiary.

The consolidated financial statements of Eimskip Island ehf. can be obtained by contacting the parent Company at the above address.

4 Contractual obligations, contingencies, etc.

Operating lease obligations

The Company has entered into operating leases. The remaining operating lease obligations at the balance sheet date amounts to DKK 29 thousand and falls due within 3 months from the balance sheet date (31 December 2020: DKK 106 thousand).