



WMO Support A/S

Torskekaj 1, 2.
6700 Esbjerg
CVR No. 41277424

Annual report 2021

The Annual General Meeting adopted the
annual report on 28.06.2022

Niels Stie Kaalund

Chairman of the General Meeting

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Entity details

Entity

WMO Support A/S

Torskekaj 1, 2.

6700 Esbjerg

Business Registration No.: 41277424

Registered office: Esbjerg

Financial year: 01.01.2021 - 31.12.2021

Board of Directors

Peter Jensen Toft

Søren Kristian Espersen

Hanna Auken

Peter Lykke-Kjeldsen

Lars Christian Zøhner

Executive Board

Hans Schneider

Auditors

Deloitte Statsautoriseret Revisionspartnerselskab

Dokken 8

6701 Esbjerg

Statement by Management

The Board of Directors and the Executive Board have today considered and approved the annual report of WMO Support A/S for the financial year 01.01.2021 - 31.12.2021.

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 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021.

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.

Esbjerg, 28.06.2022

Executive Board

Hans Schneider

Board of Directors

Peter Jensen Toft

Søren Kristian Espersen

Hanna Auken

Peter Lykke-Kjeldsen

Lars Christian Zøhner

Independent auditor's extended review report

To the shareholders of WMO Support A/S

Conclusion

We have performed an extended review of the financial statements of WMO Support A/S for the financial year 01.01.2021 - 31.12.2021, 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.

Based on our extended review, in our opinion, the financial statements give a true and fair view of the Entity's financial position at 31.12.2021 and of the results of its operations for the financial year 01.01.2021 - 31.12.2021 in accordance with the Danish Financial Statements Act.

Basis for conclusion

We conducted our extended review in accordance with the assurance engagement standard for small enterprises as issued by the Danish Business Authority and the standard on extended review of financial statements prepared in accordance with the Danish Financial Statements Act as issued by FSR - Danish Auditors. Our responsibilities under those standards and requirements are further described in the "Auditor's responsibilities for the extended review of the financial statements" section. We are independent of the Entity 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 evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.

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, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting 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 extended review of the financial statements

Our responsibility is to express a conclusion on the financial statements. This requires that we plan and perform procedures to obtain limited assurance about our conclusion on the financial statements and that we also perform specifically required supplementary procedures for the purpose of obtaining additional assurance about our conclusion.

An extended review consists of making inquiries, primarily of management and, if appropriate, of other entity personnel, performing analytical and the specifically required supplementary procedures as well as evaluating the evidence obtained.

The procedures performed in an extended review are less in scope than in an audit, and accordingly we do not express an audit opinion on the financial statements.

Statement on the management commentary

Management is responsible for the management commentary.

Our conclusion 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 extended review 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 extended review 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 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.

Esbjerg, 28.06.2022

Deloitte

Statsautoriseret Revisionspartnerselskab
CVR No. 33963556

Claus Vium Jensen

State Authorised Public Accountant
Identification No (MNE) mne33724

Jesper Smedegaard Larsen

State Authorised Public Accountant
Identification No (MNE) mne18510

Management commentary

Primary activities

The primary activity of the company is transport of personnel and goods to offshore installations.

Development in activities and finances

The company has realized a profit in 2021. Gross profit includes a profit of 1.4 mio. DKK from sale of a ship.

Outlook

The budget for 2022 shows a surplus if it is realized as expected. The companys capital resources are assessed to be sufficient to carry out the planned activities.

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 2021

| | Notes | 2021 DKK | 2020 DKK |
|--|-------|------------------|------------------|
| Gross profit/loss | 1 | 6,475,999 | 4,788,135 |
| Staff costs | 2 | (2,850,992) | (3,124,673) |
| Depreciation, amortisation and impairment losses | 3 | (2,526,620) | (1,446,667) |
| Operating profit/loss | | 1,098,387 | 216,795 |
| Other financial expenses | 4 | (941,504) | (838,546) |
| Profit/loss before tax | | 156,883 | (621,751) |
| Tax on profit/loss for the year | 5 | 0 | 13,620 |
| Profit/loss for the year | | 156,883 | (608,131) |
| Proposed distribution of profit and loss | | | |
| Retained earnings | | 156,883 | (608,131) |
| Proposed distribution of profit and loss | | 156,883 | (608,131) |

Balance sheet at 31.12.2021

Assets

| | Notes | 2021 DKK | 2020 DKK |
|--|-------|-------------------|-------------------|
| Ships | | 30,871,397 | 32,413,333 |
| Property, plant and equipment | 6 | 30,871,397 | 32,413,333 |
| Fixed assets | | 30,871,397 | 32,413,333 |
| Trade receivables | | 0 | 55,271 |
| Receivables from group enterprises | | 3,620 | 1,686,654 |
| Deferred tax | | 10,000 | 10,000 |
| Other receivables | | 340,837 | 184,295 |
| Joint taxation contribution receivable | | 0 | 3,620 |
| Prepayments | | 243,514 | 359,000 |
| Receivables | | 597,971 | 2,298,840 |
| Cash | | 66,327 | 608,625 |
| Current assets | | 664,298 | 2,907,465 |
| Assets | | 31,535,695 | 35,320,798 |

Equity and liabilities

| | Notes | 2021 DKK | 2020 DKK |
|--|--------------|---------------------|---------------------|
| Contributed capital | | 500,000 | 500,000 |
| Retained earnings | | 48,752 | (108,131) |
| Equity | | 548,752 | 391,869 |
| Subordinate loan capital | | 3,480,000 | 4,640,000 |
| Bank loans | | 6,674,060 | 22,335,706 |
| Non-current liabilities other than provisions | 7 | 10,154,060 | 26,975,706 |
| Current portion of non-current liabilities other than provisions | 7 | 5,050,175 | 3,890,175 |
| Bank loans | | 1,970,107 | 2,777,460 |
| Trade payables | | 1,163,499 | 715,518 |
| Payables to group enterprises | | 12,439,531 | 0 |
| Other payables | | 209,571 | 570,070 |
| Current liabilities other than provisions | | 20,832,883 | 7,953,223 |
| Liabilities other than provisions | | 30,986,943 | 34,928,929 |
| Equity and liabilities | | 31,535,695 | 35,320,798 |
| Contingent liabilities | 8 | | |
| Assets charged and collateral | 9 | | |

Statement of changes in equity for 2021

| | Contributed capital DKK | Retained earnings DKK | Total DKK |
|---------------------------|-------------------------------|-----------------------------|----------------|
| Equity beginning of year | 500,000 | (108,131) | 391,869 |
| Profit/loss for the year | 0 | 156,883 | 156,883 |
| Equity end of year | 500,000 | 48,752 | 548,752 |

Notes

1 Gross profit/loss

Other operation income includes a profit of 1.4 mio. DKK from sale of a ship.

2 Staff costs

| | 2021 DKK | 2020 DKK |
|---------------------------------------|------------------|------------------|
| Wages and salaries | 3,081,601 | 2,943,800 |
| Pension costs | 95,652 | 159,515 |
| Other social security costs | 14,150 | 21,358 |
| | 3,191,403 | 3,124,673 |
| Staff costs classified as assets | (340,411) | 0 |
| | 2,850,992 | 3,124,673 |
| Average number of full-time employees | 6 | 13 |

3 Depreciation, amortisation and impairment losses

| | 2021 DKK | 2020 DKK |
|--|------------------|------------------|
| Depreciation of property, plant and equipment | 2,326,620 | 1,486,667 |
| Profit/loss from sale of intangible assets and property, plant and equipment | 200,000 | (40,000) |
| | 2,526,620 | 1,446,667 |

4 Other financial expenses

| | 2021 DKK | 2020 DKK |
|---|----------------|----------------|
| Financial expenses from group enterprises | 188,500 | 123,250 |
| Other interest expenses | 738,371 | 705,906 |
| Exchange rate adjustments | 14,633 | 9,390 |
| | 941,504 | 838,546 |

5 Tax on profit/loss for the year

| | 2021 DKK | 2020 DKK |
|------------------------|-------------|-----------------|
| Current tax | 0 | (3,620) |
| Change in deferred tax | 0 | (10,000) |
| | 0 | (13,620) |

6 Property, plant and equipment

| | Ships DKK |
|---|----------------------|
| Cost beginning of year | 33,900,000 |
| Additions | 3,019,962 |
| Disposals | (2,836,944) |
| Cost end of year | 34,083,018 |
| Depreciation and impairment losses beginning of year | (1,486,667) |
| Depreciation for the year | (2,326,620) |
| Reversal regarding disposals | 601,666 |
| Depreciation and impairment losses end of year | (3,211,621) |
| Carrying amount end of year | 30,871,397 |

7 Non-current liabilities other than provisions

| | Due within 12 months 2021 DKK | Due within 12 months 2020 DKK | Due after more than 12 months 2021 DKK |
|--------------------------|--|--|---|
| Subordinate loan capital | 2,320,000 | 1,160,000 | 3,480,000 |
| Bank loans | 2,730,175 | 2,730,175 | 6,674,060 |
| | 5,050,175 | 3,890,175 | 10,154,060 |

Subordinate loan capital comprises payables to shareholders. The loan capital is subordinated in relation to bank loans.

8 Contingent liabilities

The Entity participates in a Danish joint taxation arrangement where WMO Shipping Company A/S serves as the administration company. According to the joint taxation provisions of the Danish Corporation Tax Act, the Entity is therefore liable for income taxes etc for the jointly taxed entities, which is limited to the equity interest by which the entity participates in the Group, as well as secondarily liable for obligations, if any, relating to the withholding of tax on interest, royalties and dividend for the jointly taxed entities.

9 Assets charged and collateral

Bank loans are secured by trade receivables and cash, maximized to DKK 5,000,000. The carrying amount of the accounts provided as security amounts to DKK 66,327 at 31.12.2021.

Bank loans are secured by ships, maximized to DKK 75,000,000. The carrying amount of the ships provided as security amounts to DKK 30,871,397 at 31.12.2021.

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 a few provisions for reporting class C.

The accounting policies applied to these financial statements are consistent with those applied last year.

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.

Foreign currency translation

On initial recognition, foreign currency transactions are translated applying the exchange rate at the transaction date. Receivables, payables and other monetary items denominated in foreign currencies that have not been settled at the balance sheet date are translated using the exchange rate at the balance sheet date. Exchange differences that arise between the rate at the transaction date and the rate in effect at the payment date, or the rate at the balance sheet date, are recognised in the income statement as financial income or financial expenses. Property, plant and equipment, intangible assets, inventories and other non-monetary assets that have been purchased in foreign currencies are translated using historical rates.

Income statement

Gross profit or loss

Gross profit or loss comprises revenue, cost of raw materials and consumables and external expenses.

Revenue

Revenue from the sale of services is recognised in the income statement when delivery is made to the buyer. Revenue is recognised net of VAT, duties and sales discounts and is measured at fair value of the consideration fixed.

Other operating income

Other operating income comprises income of a secondary nature as viewed in relation to the Entity's primary activities.

Other external expenses

Other external expenses include expenses relating to the Entity's ordinary activities, including expenses for premises, stationery and office supplies, marketing costs, etc. This item also includes writedowns of receivables recognised in current assets.

Staff costs

Staff costs comprise salaries and wages, and social security contributions, pension contributions, etc for entity staff.

Depreciation, amortisation and impairment losses

Depreciation, amortisation and impairment losses relating to property, plant and equipment, amortisation and impairment losses for the financial year, and gains and losses from the sale of property, plant and equipment.

Other financial expenses

Other financial expenses comprise interest expenses, including interest expenses on payables to group enterprises, net capital or exchange losses on securities, payables and transactions in foreign currencies, amortisation of financial liabilities, and tax surcharge under the Danish Tax Prepayment Scheme etc.

Tax on profit/loss for the year

Tax for the year, which consists of current tax for the year and changes in deferred tax, is recognised in the income statement by the portion attributable to the profit for the year and recognised directly in equity by the portion attributable to entries directly in equity.

The Entity is jointly taxed with all Danish group enterprises. The current Danish income tax is allocated among the jointly taxed entities proportionally to their taxable income (full allocation with a refund concerning tax losses).

Balance sheet**Property, plant and equipment**

Ships are measured at cost less accumulated depreciation and impairment losses.

Cost comprises the acquisition price, costs directly attributable to the acquisition and preparation costs of the asset 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. Straightline depreciation is made on the basis of the following estimated useful lives of the assets:

| | |
|-------|------------|
| Ships | 5-15 years |
|-------|------------|

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 amount.

Receivables

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

Deferred tax

Deferred tax is recognised on all temporary differences between the carrying amount and the tax-based value of assets and liabilities, for which the tax-based value is calculated based on the planned use of each asset.

Deferred tax assets, including the tax base of tax loss carryforwards, are recognised in the balance sheet at their estimated realisable value, either as a set-off against deferred tax liabilities or as net tax assets.

Joint taxation contributions receivable or payable

Current joint taxation contributions payable or joint taxation contributions receivable are recognised in the balance sheet, calculated as tax computed on the taxable income for the year, which has been adjusted for prepaid tax. For tax losses, joint taxation contributions receivable are only recognised if such losses are expected to be used under the joint taxation arrangement.

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.