

NEPTUN TRANSPORT A/S

CVR-nr.: 13494177

Avedøreholmen 72
2650 Hvidovre

Annual report
1 May 2021 - 31 December 2021

**The annual report has been presented and
approved on the company's general meeting the**

29/04/2022

Johan Lønberg
Chairman of general meeting

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Reporting company NEPTUN TRANSPORT A/S
Avedøreholmen 72
2650 Hvidovre

CVR-nr: 13494177
Reporting period: 01/05/2021 - 31/12/2021

Auditor PRICEWATERHOUSECOOPERS STATS AUTORISERET REVISIONSPARTNERSELSKAB
Strandvejen 44
2900 Hellerup
DK Denmark
CVR-nr: 33771231
P-number: 1016959517

Statement by Management

Management has today considered and approved the annual report for the financial year 1 May 2021 - 31 December 2021 for NEPTUN TRANSPORT A/S.

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

Management believes that the financial statements give a true and fair view of the company's assets, liabilities and financial position and of the result.

Furthermore, it is our opinion that the Management's Review contains a true and fair view of the matters to which the review relates.

The annual report is submitted for approval by the General Assembly.

Hvidovre , the 29/04/2022

Management

Peter Svendsen

Board of directors

Jesper Ellegaard Petersen
Chairman

Christian Paul Dyander Jakobsen

Jens Jakob Pedersen

Peter Svendsen

Michael Larsen

The independent auditor's report on financial statements

To the Shareholders of Neptun Transport A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2021, and of the results of the Company's operations for the financial year 1 May - 31 December 2021 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Neptun Transport A/S for the financial year 1 May - 31 December 2021, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

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 Financial Statements section of our report. We are independent of the Company 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 audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of management 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 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 in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibility

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 judgment and maintain professional skepticism 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 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 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 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 the disclosures, 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's review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, 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 Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review 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 in Management's Review.

Hellerup, 29/04/2022

Flemming Vang Eghoff ,mne30221
State Authorised Public Accountant
PRICEWATERHOUSECOOPERS
STATSAUTORISERET
REVISIONSPARTNERSELSKAB
CVR:33771231

Morten Jørgensen ,mne32806
State Authorised Public Accountant
PRICEWATERHOUSECOOPERS
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Management's Review

Key activities

The company's purpose is to operate international freight forwarding and transportation.

Development in the year

The income statement of the company for the period 1 May - 31 December 2021 shows a profit of DKK 7,106,233 and at 31 December 2021 the balance sheet of the Company shows equity of DKK 7,606,233.

Subsequent events

No subsequent event occurred after the balance sheet date.

Accounting Policies

The annual report has been prepared in accordance with the regulation applying to Reporting class B. There have been options of certain rules in reporting class C.

The accounting policies applied remain unchanged from last year.

The Company's Financial Statements for period 1 May - 31 December 2021 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Certain financial assets and liabilities are measured at amortised cost, which involves the recognition of a constant effective interest rate over the maturity period. Amortised cost is calculated as original cost less any repayments and with addition/deduction of the cumulative amortisation of any difference between cost and the nominal amount. In this way, capital losses and gains are allocated over the maturity period.

Leases

All leases are considered operating leases. Payments made under operating leases are recognised in the income statement on a straight-line basis over the lease term.

Translation policies

On Initial recognition, transactions denominated in foreign currencies are translated at the exchange rate at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the most recent financial statements is recognised in the income statement as financial income or financial expenses.

Income statement

Revenue

Revenue comprises sale of services and is recognised in the income statement provided that delivery and transfer of risk have been made to the purchaser by year end, and provided that the revenue can be measured reliably, and it is probable that the economic benefits relating to the sale will flow to the Company.

Accrued revenue and accrued costs of services in progress at 31 December 2021 are presented on the line items trade receivables and trade payables, respectively. Accrued revenue is estimated and recognised when a sales transaction fulfils the criteria for revenue recognition, but no final invoice has yet been issued to the customer at the end of the reporting period. Accrued costs are estimated and recognised when supplier invoices relating to recognised revenue for the reporting period have yet 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 and rebates granted are recognised in revenue.

Direct expenses

Direct expenses comprise expenses incurred to achieve revenue for the year.

Other external expenses

Other external expenses comprise expenses for premises, sales and distribution as well as office expenses, etc.

Gross profit/loss

With reference to section 32 of the Danish Financial Statements Act, gross profit/loss is calculated as a summary of revenue and other external expenses.

Staff costs

Staff expenses include wages and salaries, including compensated absence and pensions, as well as other social security contributions etc. Made to the entity's employees. The item is net of refunds made by public authorities.

Depreciation and impairment losses

Depreciation and impairment losses comprise depreciation and impairment of property, plant and equipment.

Financial income and costs

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit/loss for the year

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with NTG Nordic Transport Group A/S. The tax effect of the joint taxation is allocated to enterprises in proportion to their taxable incomes.

Balance sheet

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and less any accumulated impairment losses.

Cost includes the acquisition price and costs directly related to the acquisition until the time at which the asset is ready for use.

Where individual components of an item of property, plant and equipment have different useful lives, they are accounted for as separate items, which are depreciated separately.

The basis of depreciation, which is calculated as cost less any residual value, is depreciated on a straight line basis over the expected useful life. The expected useful lives of the assets are as follows:

Leasehold improvements: 3-5 years

Other fixtures and fittings, tools and equipment: 3-5 years

Depreciation period and residual value are reassessed annually.

Impairment of fixed assets

Property, plant and equipment are tested for impairment whenever there are indications that an asset might be impaired. The impairment test is performed for each individual asset or group of assets, respectively. The assets are written down to the higher of the value in use and the net selling price of the asset or group of assets (recoverable amount) if it is lower than the carrying amount.

The recoverable amount is the higher of the net selling price of an asset and its value in use. The value in use is calculated as the present value of the expected net cash flows from the use of the asset or the group of assets and the expected net cash flows from disposal of the asset or the group of assets after the end of the useful life.

Deposits

Deposits are measured at cost less repayments and impairment (amortised cost).

Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

Equity - dividend

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement or in equity if the deferred tax relates to items recognised in equity.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the onaccount taxation scheme are recognised in the income statement in financial income and expenses.

Liabilities

Other liabilities are measured at net realisable value.

Income statement 1 May 2021 - 31 Dec 2021

	Disclosure	2021 kr.	2020/21 kr.
Gross profit (loss)		17,400,114	21,525,842
Employee expense	1	-7,818,775	-11,416,126
Depreciation, amortisation expense and impairment losses of property, plant and equipment and intangible assets		-334,038	-678,113
Profit (loss) from ordinary operating activities		9,247,301	9,431,603
Other finance expenses	2	-196,227	-164,134
Profit (loss) from ordinary activities before tax		9,051,074	9,267,469
Tax expense		-1,944,841	-2,046,737
Profit (loss)		7,106,233	7,220,732
Proposed distribution of results			
Proposed dividend recognised in equity		3,553,116	13,498,604
Retained earnings		3,553,117	-6,277,872
Proposed distribution of profit (loss)		7,106,233	7,220,732

Balance sheet 31 December 2021

Assets

	Disclosure	2021	2020/21
		kr.	kr.
Fixtures, fittings, tools and equipment		932,035	1,517,702
Leasehold improvements		0	78,740
Property, plant and equipment		932,035	1,596,442
Deposits		350,000	322,426
Investments		350,000	322,426
Total non-current assets		1,282,035	1,918,868
Trade receivables		33,551,823	25,035,263
Receivables from group enterprises		251,772	7,699
Current deferred tax assets		27,404	0
Other receivables		84,036	81,236
Receivables		33,915,035	25,124,198
Cash and cash equivalents		14,014,798	3,872,224
Current assets		47,929,833	28,996,422
TOTAL ASSETS		49,211,868	30,915,290

Balance sheet 31 December 2021

Liabilities and equity

	Disclosure	2021	2020/21
		kr.	kr.
Contributed capital		500,000	500,000
Retained earnings		3,553,117	0
Proposed dividend		3,553,116	13,498,604
Total equity		7,606,233	13,998,604
Provisions for deferred tax		0	23,490
Provisions, gross		0	23,490
Payables to group enterprises		11,648,604	0
Long-term liabilities other than provisions, gross	3	11,648,604	0
Trade payables		25,386,069	12,770,960
Payables to group enterprises		444,833	546,470
Tax payables		1,922,448	210,712
Other payables, including tax payables, liabilities other than provisions		2,203,681	3,365,054
Short-term liabilities other than provisions, gross		29,957,031	16,893,196
Liabilities other than provisions, gross		41,605,635	16,893,196
LIABILITIES AND EQUITY, GROSS		49,211,868	30,915,290

Statement of changes in equity 1 May 2021 - 31 Dec 2021

	Contributed capital	Retained earnings	Proposed dividend recognised in equity	Total
	kr.	kr.	kr.	kr.
Equity, beginning balance	500,000	0	13,498,604	13,998,604
Dividend paid	0	0	-13,498,604	-13,498,604
Profit (Loss)	0	3,553,117	3,553,116	7,106,233
Equity, ending balance	500,000	3,553,117	3,553,116	7,606,233

Disclosures

1. Employee expense

	2021 kr.	2020/21 kr.
Wages and salaries	7,438,368	10,295,658
Post employment benefit expense	609,002	974,758
Social security contributions	-228,594	145,710
	<u>7,818,775</u>	<u>11,416,126</u>

2. Other finance expenses

	2021 kr.	2020/21 kr.
Interest paid to Group companies	86,174	0
Other financial costs	99,926	64,795
Exchange adjustments	10,127	99,339
	<u>196,227</u>	<u>164,134</u>

3. Long-term liabilities other than provisions, gross

	31/12 2021 kr.	30/4 2021 kr.
Due in 1 year	0	0
Due between 1 and 5 years	11,648,604	0
Due after 5 years	0	0
	<u>11,648,604</u>	<u>0</u>

Other contingent liabilities:

The Danish group companies are jointly and severally liable for tax on the jointly taxed incomes etc of the Group. Moreover, the Danish group companies are jointly and severally liable for Danish withholding taxes by way of dividend tax, tax on royalty payments and tax on unearned income. Any subsequent adjustments of corporation taxes and withholding taxes may increase the Company's liability.

4. Disclosure of contingent liabilities

	31/12 2021 kr.	30/4 2021 kr.
Future lease payments on operating leases:		
Within 1 year	1,587,955	540,000
Between 1 and 5 years	2,723,289	0
After 5 years	0	0
	<u>4,311,244</u>	<u>540,000</u>

5. Disclosure of ownership

Consolidated Financial Statements

The Company is included in the Group Annual report of the Parent company:

Name: NTG Nordic Transport Group A/S
Place of registered office: Hvidovre, Denmark

All transactions with related parties during the period were carried out at market terms.

6. Information on average number of employees

Average number of employees	2021
	28