



Evergas Ethylene A/S

Kalvebod Brygge 39-41
DK-1560 Copenhagen
CVR no. 32 35 67 88

Annual report

for the year ended 31 December 2014
(12 months)
5th financial year

Approved at the annual general meeting of shareholders,
the 2015

.....
Chairman

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Company details

Evergas Ethylene A/S
Kalvebod Brygge 39-41
DK-1560 Copenhagen
CVR no. 32 35 67 88
www.evergas.net

Supervisory board

Jacques Marie Joseph Narcisse d'Armand de Chateauvieux, chairman
Philippe Rene Georges Rochet
Steffen Jacobsen

Executive board

Steffen Jacobsen

Shareholders holding 5% or more of the share capital or the voting rights

Evergas A/S
Kalvebod Brygge 39-41
DK-1560 Copenhagen
CVR No. 33 24 15 85

Auditors

Ernst & Young
Godkendt Revisionspartnerselskab
Osvald Helmuths Vej 4
DK – 2000 Frederiksberg

Statement by management on the annual report

Today, management have discussed and approved the annual report of Evergas Ethylene A/S for the financial year 1 January – 31 December 2014.

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

In our opinion, the company financial statement give a true and fair view of the company's financial position at 31 December 2014 and of the results of the company's operations.

In our opinion, the management's review includes a fair review of the matters dealt with in the management's review.

We recommend that the annual report is approved by the annual general meeting of shareholders.

Copenhagen, 31 May 2015

Executive board:

.....
Steffen Jacobsen

Supervisory board:

.....
Jacques Marie Joseph Narcisse
d'Armand de Chateaueux
(chairman)

.....
Philippe René Georges Rochet

.....
Steffen Jacobsen

Independent auditors' report

To the shareholders of Evergas Ethylene A/S

Independent auditors' report on the financial statements

We have audited the financial statements of Evergas Ethylene A/S for the financial year 1 January – 31 December 2014, which comprise a summary of significant accounting policies, income statement, balance sheet, statement of changes in equity and notes for the company. The financial statements are prepared in accordance with the Danish Financial Statements Act.

Management's responsibility for the financial statement

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 that Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on the financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under to Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation of financial statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our audit has not resulted in any qualification.

Opinion

In our opinion, the financial statements give a true and fair view of the Company's financial position at 31 December 2014 and of the results of its operations for the financial year 1 January – 31 December 2014 in accordance with the Danish Financial Statements Act.

Independent auditors' report - continued

Statement on the management's review

Pursuant to the Danish Financial Statements Act, we have read the Management's review. We have not performed any other procedures in addition to the audit of the financial statements. On this basis, it is our opinion that the information provided in the Management's review is consistent with the financial statements.

Frederiksberg, 31 May 2015

Ernst & Young

Godkendt Revisionspartnerselskab

Niels-Jørgen Andersen
State authorized public accountant

Leon Stokkebye
State authorized public accountant

Management's review

Business activities and mission

The objects of the company are to carry on shipping business or other activities at home and abroad, which are in connection with shipping business as well as other transportation business and investment in companies of mentioned nature and in real estate and any other business activities, which in the opinion of the board of directors are related hereto.

The Company's functional currency is USD.

Business review

The Company's result for 2014 is a loss of USD 7,740 and the Company's balance sheet at 31 December 2014 shows equity at USD 142,574.

Uncertainty relating to recognition and measurement

Recognition and measurement in the annual report have not been subject to any uncertainty.

Unusual circumstances

There has not been any unusual circumstances in the financial year.

Subsequent event

There were no events subsequent to the balance sheet date, which would require adjustments to or disclosures in the company's financial statement.

Accounting policies

The annual report of Evergas Ethylene A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act as regards reporting class B enterprises.

In accordance with section 110(1) of the Danish Financial Statements Act, consolidated financial statements have not been prepared. Evergas A/S prepares the consolidated financial statements for the Group.

Reporting currency

The financial statements are presented in USD, based on bookkeeping records expressed in USD. The financial statements are presented in USD due to the functional currency of the company is USD. Furthermore, the company is part of a Group, where the financial statements are presented in USD.

Foreign currency retranslation

Transactions denominated in foreign currencies are translated into USD at the exchange rates at the date of the transaction.

Monetary items denominated in foreign currencies are translated into USD at the exchange rates at the balance sheet date. Realized and unrealized exchange gains and losses are recognized in the income statement as financial income/expenses. The exchange rate between USD/DKK per 31 December 2014 was 6.12 against 5.41 per 31 December 2013.

Income statement

Other external expenses

Other external expenses include expenses related to sale, administration, etc.

Net Financials

Financial income and expenses are recognized in the income statement at the amounts that relate to the reporting period. Net financials include interest income and expenses, realized and unrealized capital and exchange gains and losses on securities and foreign currency transactions, amortization of mortgage loans and surcharges and allowances under the advance-payment-of-tax scheme etc.

Accounting policies - continued

Tax

Tax for the year includes current tax on the year's expected taxable income and the year's deferred tax adjustments less the share of the tax for the year that concerns changes in equity.

Current and deferred taxes related to items recognized directly in equity are taken directly to equity.

The parent and all Danish group enterprises are jointly taxed. The Danish income tax charge is allocated between profit-making and loss-making Danish enterprises in proportion to their taxable income (full allocation method).

The parent acts as a management company for all the companies encompassed by the joint taxation arrangement, meaning that the parent is responsible for ensuring that taxes, etc. are paid to the Danish tax authorities.

Jointly taxed companies entitled to a tax refund are, at a minimum, reimbursed by the management company according to the current rates applicable to interest allowances, and jointly taxed companies having paid too little tax pay, as a minimum, a surcharge according to the management company.

Balance sheet

Investments

Investments in group enterprises and associates are measured at cost. Dividends exceeding the accumulated earnings of the group enterprise or the associate in the period of ownership are treated as a cost reduction. Where the costs exceed the net realizable value, a write-down is made to such lower value.

Receivables

Trade receivables, etc. are measured at the lower of amortized cost and net realizable value, calculated by to an assessment of each individual receivable.

Equity

Dividends proposed for the reporting period are presented as a separate item under 'Equity'.

Income statement
1 January – 31 December 2014

	Notes	2014 USD	2013 USD
Other external expenses		<u>(3,569)</u>	<u>(16,784)</u>
Gross margin		(3,569)	(16,784)
Other financial income		21	0
Other financial expenses		<u>(4)</u>	<u>(124)</u>
Loss before tax		(3,552)	(16,908)
Tax for the year	2	<u>(4,188)</u>	<u>4,912</u>
Net loss for the year		<u>(7,740)</u>	<u>(11,996)</u>

Which the supervisory board recommends is carried forward to next year.

Appropriation of profit/loss

Profit/loss to be appropriated:

Retained earnings/Accumulated loss	53,714	65,710
Net profit/loss for the year	<u>(7,740)</u>	<u>(11,996)</u>
Available for appropriation	<u>45,974</u>	<u>53,714</u>

The supervisory board recommends the following appropriation of the profit:

Retained earnings	<u>45,974</u>	<u>53,714</u>
Total appropriation	<u>45,974</u>	<u>53,714</u>

**Balance sheet
at 31 December**

	Notes	31/12 2014 USD	31/12 2013 USD
Assets			
Investments in group enterprises	1	<u>48,254</u>	<u>48,254</u>
Investments		<u>48,254</u>	<u>48,254</u>
Total fixed assets		<u>48,254</u>	<u>48,254</u>
Current assets			
Tax receivable		502	7,309
Receivables from group enterprises		<u>93,818</u>	<u>94,751</u>
Receivables		<u>94,320</u>	<u>102,060</u>
Total current assets		<u>94,320</u>	<u>102,060</u>
Total assets		<u><u>142,574</u></u>	<u><u>150,314</u></u>
Equity and liabilities			
Equity			
Share capital		96,600	96,600
Retained earnings		<u>45,974</u>	<u>53,714</u>
Total equity		<u>142,574</u>	<u>150,314</u>
Total equity and liabilities		<u><u>142,574</u></u>	<u><u>150,314</u></u>
Security for loan	3		
Contingent assets and liabilities and other financial obligations	4		

Statement of changes in equity

	USD
Share capital	
Share capital, 1/1	<u>96,600</u>
Share capital, 31/12	<u>96,600</u>
Retained earnings	
Retained earnings, 1/1	53,714
Net profit/loss	<u>(7,740)</u>
Retained earnings, 31/12	<u>45,974</u>
Total equity	<u><u>142,574</u></u>

The company's share capital, USD 96,600 nominal amount of DKK 500,000 consist of 5,000 shares of DKK 100. The share capital has not changed since the date of incorporation.

Notes

Note 1 Investments in group enterprises

Details of group enterprises:

Name	ESE 2014 K/S
Country	Denmark
Currency	USD
Percentage ownership share	100%
Equity	USD (12,655,753)
Net result after tax	USD 2,034,271

Evergas Ethylene A/S is the General Partner in ESE 2014 K/S and is liable for all the partnership's obligations.

Name	ESE A/S
Country	Denmark
Currency	USD
Percentage ownership share	100%
Equity	USD 158,904
Net result after tax	USD (48,917)

Note 2 Tax for the year

In the absence of expected profits in the future, deferred asset calculated at the negative result is not recognized.

Note 3 Security for loans

The Company has at 31 December 2014 no security for loans.

Note 4 Contingent assets and liabilities and other financial obligations

The Company has at 31 December 2014 no financial obligations.