



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 922 927 332
Organisasjonsform: Aksjeselskap
Foretaksnavn: CHAMPION ENDURANCE AS
Forretningsadresse: Tveiteråsvegen 12
5232 PARADIS

Regnskapsår

Årsregnskapets periode: 01.01.2021 - 31.12.2021

Konsern

Morselskap i konsern: Nei

Regnskapsregler

Regler for små foretak benyttet: Ja
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Tone B. Solstad
Dato for fastsettelse av årsregnskapet: 10.03.2022

Grunnlag for avgivelse

År 2021: Årsregnskapet er elektronisk innlevert
År 2020: Tall er hentet fra elektronisk innlevert årsregnskap fra 2021

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 01.08.2023



Resultatregnskap

Beløp i: USD	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Operating revenues		10 246 027	9 564 614
Sum inntekter		10 246 027	9 564 614
Kostnader			
Crew expenses	2	1 440 892	1 393 724
Management expenses		160 000	160 000
Ordinary depreciations	3	1 285 000	611 000
Nedskrivning av varige driftsmidler og immaterielle eiendeler	3		
Voyage expenses		6 206 335	3 821 300
Insurance premiums		184 598	184 815
Upgrading expenses		188 873	
Spare, repairs and maintenance		466 442	519 182
Lubricating oil		134 989	113 191
Other expenses	2	205 272	216 174
Sum kostnader		10 272 400	7 019 386
Driftsresultat		-26 373	2 545 228
Finansinntekter og finanskostnader			
Annen renteinntekt			40
Net currency gain/(loss)		-1 542	-2 242
Sum finansinntekter		-1 542	-2 202
Annen rentekostnad	4, 8	1 006 464	923 969
Other financial expenses		2 876	1 677
Sum finanskostnader		1 009 340	925 646
Netto finans		-1 010 882	-927 848
Ordinært resultat før skattekostnad		-1 037 255	1 617 380
Taxes	5	8 029	8 398
Ordinært resultat etter skattekostnad		-1 045 284	1 608 981
Årsresultat		-1 045 284	1 608 981



Resultatregnskap

Beløp i: USD	Note	2021	2020
Årsresultat etter minoritetsinteresser		-1 045 284	1 608 981
Totalresultat		-1 045 284	1 608 981
Overføringer og disponeringer			
To/(from) other equity		-1 045 284	1 608 981
Sum overføringer og disponeringer		-1 045 284	1 608 981



Balanse

Beløp i: USD	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Vessels	3, 4	9 801 716	10 376 043
Docking	3, 4	857 705	1 447 705
Sum varige driftsmidler		10 659 421	11 823 748
Finansielle anleggsmidler			
Lån til foretak i samme konsern	6		
Other long-term receivables	4	728 540	
Sum finansielle anleggsmidler		728 540	
Sum anleggsmidler		11 387 961	11 823 748
Omløpsmidler			
Varer			
Fordringer			
Accounts receivables		55 487	363 374
Stores		483 597	194 608
Other receivables		1 001 031	250 087
Sum fordringer		1 540 115	808 070
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents		640 443	2 292 138
Sum bankinnskudd, kontanter og lignende		640 443	2 292 138
Sum omløpsmidler		2 180 559	3 100 209
SUM EIENDELER		13 568 519	14 923 956

BALANSE - EGENKAPITAL OG GJELD



Balanse

Beløp i: USD	Note	2021	2020
Egenkapital			
Innskutt egenkapital			
Share capital	6	111 360	111 360
Overkurs	7	2 859 586	2 859 586
Sum innskutt egenkapital		2 970 945	2 970 945
Opptjent egenkapital			
Other equity		563 698	1 608 981
Sum opptjent egenkapital		563 698	1 608 981
Sum egenkapital	7	3 534 643	4 579 927
Gjeld			
Langsiktig gjeld			
Utsatt skatt	5		
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	4	6 710 000	
Shareholder loan	8		
Financial lease commitments	4		6 889 601
Sum annen langsiktig gjeld		6 710 000	6 889 601
Sum langsiktig gjeld		6 710 000	6 889 601
Kortsiktig gjeld			
Konvertible lån	8	1 034 000	
Liabilities to financial institutions	4		
Leverandørgjeld		942 858	1 530 017
Taxes payable	5	8 086	8 400
Kortsiktig konserngjeld		500 000	
Other current liabilities		838 933	1 916 011
Sum kortsiktig gjeld		3 323 876	3 454 428
Sum gjeld		10 033 876	10 344 029
SUM EGENKAPITAL OG GJELD		13 568 519	14 923 956



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Journalnummer: 2022 557020

Enheten

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Organisasjonsform: Aksjeselskap
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Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Tone B. Solstad
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År 2020: Tall er hentet fra elektronisk innlevert årsregnskap fra 2021.

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Brønnøysundregistrene, 04.07.2022



Organisasjonsnr: 922 927 332
CHAMPION ENDURANCE AS

RESULTATREGNSKAP

Beløp i: USD	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Operating revenues		10 246 027	9 564 614
Sum inntekter		10 246 027	9 564 614
Kostnader			
Crew expenses	2	1 440 892	1 393 724
Management expenses		160 000	160 000
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Ordinært resultat før skattekostnad			
Taxes	5	-1 037 255	1 617 380
		8 029	8 398
Ordinært resultat etter skattekostnad		-1 045 284	1 608 981
Årsresultat		-1 045 284	1 608 981
Årsresultat etter minoritetsinteresser		-1 045 284	1 608 981
Totalresultat		-1 045 284	1 608 981
Overføringer og disponeringer			



To/(from) other equity	-1 045 284	1 608 981
Sum overføringer og disponeringer	-1 045 284	1 608 981



Organisasjonsnr: 922 927 332
CHAMPION ENDURANCE AS

BALANSE

Beløp i: USD Note 2021 2020

BALANSE - EIENDELER

Anleggsmidler

Immaterielle eiendeler

Varige driftsmidler

Vessels	3, 4	9 801 716	10 376 043
Docking	3, 4	857 705	1 447 705
Sum varige driftsmidler		10 659 421	11 823 748

Finansielle anleggsmidler

Lån til foretak i samme konsern	6		
Other long-term receivables	4	728 540	
Sum finansielle anleggsmidler		728 540	

Sum anleggsmidler		11 387 961	11 823 748
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Omløpsmidler

Varer

Fordringer

Accounts receivables		55 487	363 374
Stores		483 597	194 608
Other receivables		1 001 031	250 087
Sum fordringer		1 540 115	808 070

Bankinnskudd, kontanter og lignende

Cash and cash equivalents		640 443	2 292 138
Sum bankinnskudd, kontanter og lignende		640 443	2 292 138

Sum omløpsmidler		2 180 559	3 100 209
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SUM EIENDELER		13 568 519	14 923 956
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BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	6	111 360	111 360
Overkurs	7	2 859 586	2 859 586
Sum innskutt egenkapital		2 970 945	2 970 945

Opptjent egenkapital

Other equity		563 698	1 608 981
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Sum opptjent egenkapital		563 698	1 608 981
Sum egenkapital	7	3 534 643	4 579 927
Gjeld			
Langsiktig gjeld			
Utsatt skatt	5		
Annen langsiktig gjeld			
Gjeld til			
Kredittinstitusjoner	4	6 710 000	
Shareholder loan	8		
Financial lease commitments	4		6 889 601
Sum annen langsiktig gjeld		6 710 000	6 889 601
Sum langsiktig gjeld		6 710 000	6 889 601
Kortsiktig gjeld			
Konvertible lån	8	1 034 000	
Liabilities to financial institutions	4		
Leverandørgjeld		942 858	1 530 017
Taxes payable	5	8 086	8 400
Kortsiktig konserngjeld		500 000	
Other current liabilities		838 933	1 916 011
Sum kortsiktig gjeld		3 323 876	3 454 428
Sum gjeld		10 033 876	10 344 029
SUM EGENKAPITAL OG GJELD		13 568 519	14 923 956



Organisasjonsnr: 922 927 332
CHAMPION ENDURANCE AS

NOTEOPPLYSNINGER - SELSKAP - alle poster oppgitt i hele tall

Note

Antall aksjer og aksjeeiere

Note

Antall årsverk i regnskapsåret

Virksomheten har hatt følgende antall årsverk:
0.00

Omløpsmidler Startdato Sluttdato Endring

Skattemessig fremf.undersk. Startdato Sluttdato Endring

Kortsiktig gjeld Startdato Sluttdato Endring



CHAMPION ENDURANCE AS
Financial Statements 2021



CHAMPION ENDURANCE AS Directors' Report 2021

Operating activities

The company was founded 20 May 2019 and is located in Bergen, Norway. The business of the company is to own or hire in MR size chemical/product tankers. Currently the company operates one vessel, MT "Champion Endurance". The vessel is operated commercially by the group company Champion Tankers AS.

Financial and operational review

Gross revenue for 2021 is usd 10,2 mill compared to usd 9,6 mill in 2020. Net voyage profit (TCE earnings) is usd 4,0 mill, down from 5,7 mill in 2020.

Operating expenses amount to usd 2,8 mill, up from usd 2,6 mill in 2020. Operating profit before depreciations (EBITDA) is usd 1,3 mill, down from 3,2 mill in 2020. Ordinary depreciations amount to usd 1,3 mill, and operating profit is usd -0,03 mill, down from usd 2,5 mill in 2020.

Net financial expenses are usd 1,0 mill. Net loss for the year is usd 1,0 mill, down from a profit of usd 1,6 mill in 2020.

As per 31 December 2021 the total assets amount to usd 13,6 mill and the equity is usd 3,5 mill.

Going concern

The Board of Directors confirms that the annual accounts for 2021 have been prepared on a going concern basis and that this assumption is valid.

It is the Board's opinion that the financial statements provide a fair view of the Company's assets and liabilities, financial position and results.

Employees

The company has no employees and hence purchase services from well reputable companies based on a long-term relationship.

Environmental risk

Our vessels mainly transport edible products and to a lesser extent petroleum products, and we consider the risk of severe environmental accidents as low. Nevertheless, operation of vessels has an impact on the environment in general. The technical operations of the vessels are handled by recognised managers with extensive experience. No incidents with potential environmental impact have been reported during the fiscal year.

Financial risk and risk management

The Company is exposed to financial risk. All revenues are in USD. A large part of the operating expenses are in USD. To minimise currency risk, all long-term financing will be drawn in USD. However, there is currency risk related to operating expenses in other currencies than USD. Credit risk is considered low due to most customers settling the invoice before the cargo is discharged. Focus on cash management ensures sufficient liquidity to meet future obligations. The company is exposed to risk related to fluctuations in market freight rates due to trading in the spot market. The company has reduced this risk to a certain degree by entering into long-term contracts of affreightment (COAs). The company does not have an insurance to cover the liabilities of the board members.



CHAMPION ENDURANCE AS Directors' Report 2021

Market outlook

Our market segment is influenced by the Clean Petroleum Product (CPP) market in general. In the second half of 2020 and further through 2021, the COVID-19 virus outbreak had impact on the world trade in general resulting in lower demand for CPP and lower freight rates. The TCE earnings of the company were reduced in 2021, and the TCE earnings will remain at low levels in the first months of 2022. The outlook for our market segment in the near future appears challenging, but the latest trade projections suggest a bounce-back in seaborne trade volumes as oil demand is expected to recover as a result of Covid-19 vaccination programmes worldwide. The spread of new Covid virus mutants have caused new lockdowns worldwide, and the anticipated market recovery is delayed. However, there is a consensus among market players that the market recovery will come in 2022.

Bergen, 10.03.2022

Karl L. Kvalheim
Chairman of the Board

Olav Eek Thorstensen
Member of the Board



Champion Endurance AS
Income Statement
USD

NOTES	OPERATING REVENUES AND EXPENSES	2021	2020
	Operating revenues	10 246 027	9 564 614
	Total revenues	<u>10 246 027</u>	<u>9 564 614</u>
	FINANCIAL INCOME AND EXPENSES		
	Interest income	0	40
	Net currency gain/(loss)	-1 542	-2 242
4, 8	Interest expenses	1 006 464	923 969
	Other financial expenses	2 876	1 677
	Net financial items	<u>-1 010 882</u>	<u>-927 848</u>
	Net profit before taxes	<u>-1 037 255</u>	<u>1 617 380</u>
5	Taxes	8 029	8 398
	Net profit/(loss) for the year	<u>-1 045 284</u>	<u>1 608 981</u>
	Net profit/(loss) for the year	<u>-1 045 284</u>	<u>1 608 981</u>
	ALLOCATIONS AND DISTRIBUTIONS		
	To/(from) other equity	-1 045 284	1 608 981
	Total allocations and distributions	<u>-1 045 284</u>	<u>1 608 981</u>



Champion Endurance AS
Balance Sheet as per 31 December
USD

NOTES	ASSETS	2021	2020
	Non-current assets		
	Property, plant and equipment		
3, 4	Vessels	9 801 716	10 376 043
3, 4	Docking	857 705	1 447 705
	Total property, plant and equipment	<u>10 659 421</u>	<u>11 823 748</u>
4	Other long-term receivables	728 540	0
	Total non-current financial assets	<u>728 540</u>	<u>0</u>
	Total non-current assets	<u>11 387 961</u>	<u>11 823 748</u>
	Current assets		
	Accounts receivables	55 487	363 374
	Stores	483 597	194 608
	Other receivables	1 001 031	250 087
	Total receivables	<u>1 540 115</u>	<u>808 070</u>
	Cash and cash equivalents	640 443	2 292 138
	Total current assets	<u>2 180 559</u>	<u>3 100 209</u>
	TOTAL ASSETS	<u>13 568 519</u>	<u>14 923 956</u>

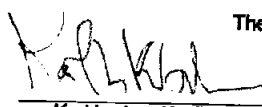


Champion Endurance AS
Balance Sheet as per 31 December
USD

NOTES	EQUITY AND LIABILITIES	2021	2020
	Equity		
	Paid-in capital		
6	Share capital	111 360	111 360
7	Share premium	2 859 586	2 859 586
	Total paid-in equity	<u>2 970 945</u>	<u>2 970 945</u>
	Retained earnings		
	Other equity	563 698	1 608 981
	Total retained earnings	<u>563 698</u>	<u>1 608 981</u>
7	Total equity	<u>3 534 643</u>	<u>4 579 927</u>
	Liabilities		
4	Liabilities to financial institutions	6 710 000	0
4	Financial lease commitments	0	6 889 601
	Total non-current liabilities	<u>6 710 000</u>	<u>6 889 601</u>
	Short-term liabilities		
	Trade payables	942 858	1 530 017
5	Taxes payable	8 086	8 400
	Short-term loan from affiliates	500 000	0
8	Shareholder loan	1 034 000	0
	Other current liabilities	838 933	1 916 011
	Total current liabilities	<u>3 323 876</u>	<u>3 454 428</u>
	Total liabilities	<u>10 033 876</u>	<u>10 344 029</u>
	TOTAL EQUITY AND LIABILITIES	<u>13 568 519</u>	<u>14 923 956</u>

Paradis, 10.03.2022

The board of Champion Endurance AS


Karl Lødrup Kvalheim
chairman of the board


Olav Eek Thorstensen
member of the board



Champion Endurance AS

Cash flow statement

(USD)

NOTES	CASH FLOW FROM OPERATING ACTIVITIES	2021	2020
	Profit before taxes	-1 037 255	1 617 380
	Taxes paid	-8 343	-2 998
	Depreciations and impairments	1 285 000	611 000
	Change in accounts receivables from customers	307 887	-363 374
	Change in trade creditors	-587 159	1 133 832
	Change in short-term debt group companies	1 534 000	-25 000
	Change in other current assets and other current liabilities	-2 117 011	2 010 357
	Net cash flow from operating activities	-622 881	4 981 197
	CASH FLOW FROM INVESTING ACTIVITIES		
	Investments in fixed assets	-120 673	-2 353 748
	Other investments	-728 540	0
	Net cash flow from investing activities	-849 213	-2 353 748
	CASH FLOW FROM FINANCING ACTIVITIES		
	Loan proceeds	7 000 000	0
	Loan repayment	-290 000	0
	Repayment financial lease	-6 889 601	-906 052
	Repayment of shareholder loans		
	Capital increase	0	0
	Payment of dividends		
	Gjeld til minoritetseiere overført til egenkapital ved avvikling	0	0
	Net cash flow from financing activities	-179 601	-906 052
	Net cash flow for the period	-1 651 695	1 721 397
	Cash and bank deposits as at 1.1.	2 292 138	570 741
	Cash and bank deposits as at 31.12.	640 443	2 292 138



Champion Endurance AS

Notes to the Financial Statements 2021

Note 1 – Accounting principles

The company was incorporated on 20th of May 2019.

Financial statements are prepared in accordance with The Norwegian Accounting Act of 1998 and Generally Accepted Accounting Principles. The accounting principles are described below.

The company is a part of the Nesttun Invest Group. The parent company, Nesttun Invest AS of Tveiteraasveien 12, 5232 Paradis, Norway, prepares group accounts. The group accounts are available at the business address of Nesttun Invest AS.

Principal rule for valuation and classification of assets and liabilities

Assets meant for permanent ownership or use in the business are classified as fixed assets. Other assets are classified as current assets. Accounts receivables due within one year are classified as current assets. The classification of current and long term liabilities is based on the same criteria.

Fixed assets are carried at historical cost, but are written down if a decline in fair value below the carrying amount is expected to be permanent. Fixed assets with a limited economic life are depreciated in accordance with a reasonable depreciation schedule. Long-term loans are carried at nominal value.

Current assets are valued at the lower of historical cost and fair value. Current liabilities are carried at nominal value.

Other items are valued as described below.

Functional currency and presentation currency

These financial statements are presented in USD which is the functional currency of the company. All figures in the notes are expressed in USD.

Vessels

Vessels are recorded at their cost less accumulated depreciation. Vessel are depreciated on a straight-line basis over their estimated useful economic life. The useful life of the vessels is estimated at 25 years from the date of initial delivery from the shipyard. Depreciation is based on cost less estimated residual scrap value. Residual scrap value is estimated as the lightweight tonnage of each vessel multiplied by the estimated scrap value per ton.

Vessels are assessed for impairment when events or circumstances indicate the carrying amount of the asset may not be recoverable. An impairment charge is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less transaction costs, and value in use.

Value in use is estimated calculating future discounted net operating cash flows expected to be generated by the vessel over its remaining useful life. Net operating cash flows are determined by applying various assumptions regarding discount rate, useful life of the vessel, future net voyage income, operating expenses, scheduled dry-dockings, expected off hire and scrap values, and taking into account historical revenue data, future budgets and published forecast on future world economic growth.



Champion Endurance AS

Notes to the Financial Statements 2021

Note 1 continued – Accounting principles

Drydock expenditure and maintenance

Expenditures incurred in drydocking are deferred and amortised until the next scheduled drydocking. At the time of purchasing the vessel, the acquisition price is decomposed to vessel and drydocking, and the drydocking is amortised until the next drydocking.

Expenses for routine maintenance and repairs are expensed as incurred.

When insured damages occur, insurance claims are recorded, net of any deductible amounts which are charged as expenses. Insurance claims are classified as short term receivables.

Inventories

Inventories consist of bunkers, lubricating oils and other consumables on board the vessels. Inventories are valued at the lower of cost or market value on a first-in-first-out basis.

Receivables

Trade receivables and other receivables are recorded at nominal value less provisions for expected losses. The loss provision is based on an individual assessment of each accounts receivable.

Revenues

Revenues from voyage charters are recognised rateably on a discharge-to-discharge basis. Revenue under voyage charters will not be recognised until a charter has been agreed even if the vessel has discharged its previous cargo and is proceeding to an anticipated port of loading.

Revenues from time charter contracts are recognised over the term of the charter based on onhire days.

Revenues on cutoff voyages are recognised based on the number of days before and after the balance sheet date.

Voyage expenses

All voyage expenses are recognised proportionally with the voyage revenues. Voyage expenses on cutoff voyages are recognised based on the number of days before and after the balance sheet date.

Taxes

Taxes charged as expense consist of payable tonnage tax. The company is included in the Norwegian Tonnage Tax Regime which entitles the company to tax exemption on profits derived from ship operations provided payment of tonnage tax. However, possible future net financial income will be taxed with a tax rate of 22%. There is no provision for deferred tax on potential net financial income in the accounts.



Champion Endurance AS
Notes to the Financial Statements 2021

Note 2 – Payroll costs, number of employees, remunerations etc.

Crew expenses	2021	2020
Crew expenses	1 440 892	1 393 724
Total crew expenses	<u>1 440 892</u>	<u>1 393 724</u>

The crew is hired from technical managers.

Related parties

Companies owned by related parties have invoiced commercial management/broker fees of USD 246 610 and administration fees of USD 9 343.

Remunerations to executives

No remunerations are paid to executives in the financial year.

Auditors' fee

Auditor	2021	2020
Statutory audit	4 195	5 204
Other services	4 445	1 055
Total	<u>8 640</u>	<u>6 258</u>



Champion Endurance AS
Notes to the Financial Statements 2021

Note 3 – Tangible fixed assets

	Vessels	Docking	Total
Aquisition cost 1.1.	11 179 043	1 474 705	12 653 748
Additions	120 673	0	120 673
Disposals	0	0	0
Aquisition cost 31.12.	11 299 716	1 474 705	12 774 421
Accumulated depreciations and impairments	1 498 000	617 000	2 115 000
Balance sheet value as at 31.12	9 801 716	857 705	10 659 421
Ordinary depreciations	695 000	590 000	1 285 000
Impairment charges	0	0	0
Depreciation period	11 years	2,5 years	

The carrying amount is tested against broker valuations.

Note 4 – Liabilities to financial institutions, financial lease, mortgages and guarantee liabilities

In August 2019 the company entered into a bareboat charter party for one vessel. The charter is defined as a financial lease agreement both for accounting and taxation purposes. The financial lease liabilities were redeemed in October 2021 when the company executed the purchase option and became legal owner of the vessel.

In this connection the company entered into a term loan facility agreement with maturity date 15 October 2026 which includes the following repayment schedule:

Year	USD
2022	1 160 000
2023	1 160 000
2024	1 160 000
2025	1 160 000
2026	2 070 000
Total	6 710 000



Champion Endurance AS

Notes to the Financial Statements 2021

Note 4 – continued

A cash deposit of usd 350 000 and capitalised transaction costs of usd 378 540 related to the loan is recognised as a long-term receivable in the balance sheet. The parent companies, Ebony AS and Skagerak Holding Pte Ltd, has granted a share pledge for the company's obligations under the loan facility.

Balance sheet value of pledged assets	2021
	USD
Vessels	10 659 421
Bank deposits	640 443
Total	<u>11 299 864</u>

Note 5 – Taxes

The tax expense for the year consists of;	USD
Tax payable on net financial income of the year	0
Tonnage tax for the year	8 086
Corrections for last year	<u>-57</u>
Taxes	<u>8 029</u>

Net financial losses brought forward amount to usd 475 000. Deferred tax asset related to losses brought forward is not recognised in the balance sheet.

Taxes payable in the balance sheet consist of;	2021	2020
Current liabilities:	USD	USD
Tonnage tax	<u>8 086</u>	<u>8 400</u>
Total taxes payable	<u>8 086</u>	<u>8 400</u>



Champion Endurance AS

Notes to the Financial Statements 2021

Note 6 – Share capital and shareholder information

	Number of shares	Nominal value	USD
Share capital	500	223	111 360

Owner structure

The shareholders of the company as at 31 December were;

Name	Number of shares	Owner stake
Ebony AS	250	50 %
Skagerak Holding Pte Ltd	250	50 %
Total	500	100 %

Number of shares controlled by board directors are 500 shares corresponding to 100% of the shares.

Note 7 – Equity

	Share capital	Share premium	Retained earnings	Total
Equity at 1.1.	111 360	2 859 586	1 608 981	4 579 927
Profit/(loss) for the year	0	0	-1 045 284	-1 045 284
Equity at 31.12.	111 360	2 859 586	563 698	3 534 643

Note 8 – shareholder loan

The company has received shareholder loans from Ebony AS and Skagerak Holding Pte Ltd, each amounting to USD 517 000 31.12.2021. The loan is interest bearing with an interest of 5 % p.a.

Note 9 - Subsequent events – Russia/Ukraine situation

The company is conducting business in a global market and hence exposed to macroeconomic developments. The Russian invasion of Ukraine will affect the world trade in general. Until now the situation has not had any substantial effect on our operations. The company is monitoring the development and is assessing current and potential impact on crew and operations. Initial mitigating actions have been implemented and further mitigating actions are evaluated on a continuous basis.



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To the General Meeting of Champion Endurance AS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of Champion Endurance AS (the Company), which comprise the balance sheet as at 31 December 2021, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Company as at 31 December 2021, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards 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 as required by laws and regulations and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), 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.

Other Information

The Board of Directors (management) is responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable legal requirements.

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 Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, 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.

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Organisasjonsnummer: 980 211 282

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Independent Auditor's Report -
Champion Endurance AS

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. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

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 will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in 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 in accordance with ISAs, we exercise professional judgment 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. We 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, 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 content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

We communicate with the Board of Directors 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.

Bergen, 18 March 2022
Deloitte AS

Bjarne Ryland
State Authorised Public Accountant

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Bjarne Ryland

State Authorised Public Accountant (Norway)

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Skatteetaten

Vår dato
06.09.2019

Din dato
12.08.2019

Saksbehandler
Turid Tysnes

800 80 000
Skatteetaten.no

Din referanse
AR331933928

Telefon

Org.nr
Skatteetaten

Vår referanse
2019/6297025

Postadresse
Postboks 9200 Grønland
0134 OSLO

CHAMPION TIMUR AS
Tveiteråsvegen 12
5232 PARADIS

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk

Vi viser til deres brev av 12. august 2019 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk for følgende selskaper:

Champion Timur AS

org.nr. 921 001 053

Champion Endurance AS

org.nr. 922 927 332

Søknaden ble sendt til Skattedirektoratet. Skattedirektoratets myndighet til å treffe enkeltvedtak etter regnskapsloven § 3-4 tredje ledd ble delegert til skattekontoret med virkning fra 1. juni 2019.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering de overnevnte selskaper dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som danner grunnlaget for vedtaket ikke endres vesentlig.

Kopi av dette brevet må sendes til Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det pålegger den regnskapspliktige å dokumentere ved dette brev at tillatelse er gitt.

Bakgrunn

Selskapene er begge eid 50 % av Ebony AS og 50 % av TSMI Investment Ltd som hører hjemme på British Virgin Islands. Ebony AS er 100 % eid av Nesttun Invest AS. Selskapene driver internasjonal skipsfart med utenlandske kunder. Selskapene kjøper varer og tjenester utenfor Norge.

Skattekontorets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal "årsregnskapet og årsberetningen [...] være på norsk. Departementet kan ved [...] enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk."

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap mv., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:



"Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon."

Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til "informative regnskaper for ulike grupper av regnskapsbrukere". Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

Det er etter Skattekontorets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har skattekontoret lagt særlig vekt på at selskapene er 50 % eid av et utenlandsk selskap. Eierkretsen er begrenset. Videre er det vektlagt at selskapene driver virksomhet i en internasjonal bransje der alle sentrale aktører behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Turid tysnes
underdirektør
Brukerdialog, juridisk stab, gruppe 1
Skatteetaten

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.