



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 980 512 738
Organisasjonsform: Aksjeselskap
Foretaksnavn: CHAMPION TANKERS 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: 28.04.2022

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, 20.06.2023



Resultatregnskap

Beløp i: USD	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Freight revenue	1, 2	184 779 808	42 412 125
Other income	3	323 109	2 181 050
Sum inntekter		185 102 917	44 593 175
Kostnader			
Commission expenses		8 494 531	2 377 163
Distributions to shipowners	1, 2	174 066 531	39 500 500
Payroll expenses	4	1 822 668	1 592 228
Depreciations	5	51 241	50 949
Other expenses	4	492 012	323 471
Sum kostnader		184 926 983	43 844 311
Driftsresultat		175 934	748 864
Finansinntekter og finanskostnader			
Revaluation of investments in shares	6	62 994	138 106
Other financial income/(expenses)		-2 013	-13 762
Sum finansinntekter		60 981	124 344
Write-down of financial assets	6		
Write-down of long-term investments	6		
Netto finans		60 981	124 344
Ordinært resultat før skattekostnad		236 915	873 208
Tax expenses	7	53 264	174 801
Ordinært resultat etter skattekostnad		183 651	698 407
Årsresultat		183 651	698 407
Årsresultat etter minoritetsinteresser		183 651	698 407
Totalresultat		183 651	698 407
Overføringer og disponeringer			



Resultatregnskap

Beløp i: USD	Note	2021	2020
Ordinært utbytte		180 503	608 106
Konsernbidrag		3 148	90 301
Sum overføringer og disponeringer		183 651	698 407



Balanse

Beløp i: USD	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	7	662	766
Sum immaterielle eiendeler		662	766
Varige driftsmidler			
Right of use assets	5	50 000	100 000
Fixtures and fittings, tools, etc	5	3 232	4 473
Sum varige driftsmidler		53 232	104 473
Finansielle anleggsmidler			
Lån til foretak i samme konsern		46 819	42 412
Investments in shares	6	985 534	928 355
Other long-term receivables	5		
Sum finansielle anleggsmidler		1 032 353	970 767
Sum anleggsmidler		1 086 247	1 076 006
Omløpsmidler			
Varer			
Fordringer			
Accounts receivables		4 178 447	1 484 464
Receivables from group companies		20 000	
Prepaid expenses		3 534 716	4 254 518
Sum fordringer		7 733 163	5 738 982
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	8	815 763	1 531 945
Sum bankinnskudd, kontanter og lignende		815 763	1 531 945
Sum omløpsmidler		8 548 926	7 270 927
SUM EIENDELER		9 635 173	8 346 933



Balanse

Beløp i: USD	Note	2021	2020
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	9	16 667	16 667
Overkurs		38	38
Sum innskutt egenkapital		16 705	16 705
Opptjent egenkapital			
Revaluation reserve	6, 10	656 137	575 634
Other equity		492 164	489 017
Sum opptjent egenkapital		1 148 301	1 064 651
Sum egenkapital	10	1 165 006	1 081 356
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Lease liabilities			50 000
Sum annen langsiktig gjeld			50 000
Sum langsiktig gjeld		0	50 000
Kortsiktig gjeld			
Leverandørgjeld		4 021 267	1 433 863
Tax payable	7	53 185	174 521
Public taxes payable		153 276	144 595
Dividend		100 000	470 000
Lease liabilities		50 000	50 000
Other current liabilities		4 092 438	4 942 598
Sum kortsiktig gjeld		8 470 167	7 215 577
Sum gjeld		8 470 167	7 265 577
SUM EGENKAPITAL OG GJELD		9 635 173	8 346 933



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

Journalnummer: 2022 841371

Enheten

Organisasjonsnummer: 980 512 738
Organisasjonsform: Aksjeselskap
Foretaksnavn: CHAMPION TANKERS 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: 28.04.2022

Grunnlag for avgivelse

År 2021: Årsregnskap 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, 11.08.2022



Organisasjonsnr: 980 512 738
CHAMPION TANKERS AS

RESULTATREGNSKAP

Beløp i: USD	Note	2021	2020
RESULTATREGNSKAP			
Inntekter			
Freight revenue	1, 2	184 779 808	42 412 125
Other income	3	323 109	2 181 050
Sum inntekter		185 102 917	44 593 175
Kostnader			
Commission expenses		8 494 531	2 377 163
Distributions to shipowners	1, 2	174 066 531	39 500 500
Payroll expenses	4	1 822 668	1 592 228
Depreciations	5	51 241	50 949
Other expenses	4	492 012	323 471
Sum kostnader		184 926 983	43 844 311
Driftsresultat		175 934	748 864
Finansinntekter og finanskostnader			
Revaluation of investments in shares	6	62 994	138 106
Other financial income/ (expenses)		-2 013	-13 762
Sum finansinntekter		60 981	124 344
Write-down of financial assets	6		
Write-down of long-term investments	6		
Netto finans		60 981	124 344
Ordinært resultat før skattekostnad		236 915	873 208
Tax expenses	7	53 264	174 801
Ordinært resultat etter skattekostnad		183 651	698 407
Årsresultat		183 651	698 407
Årsresultat etter minoritetsinteresser		183 651	698 407
Totalresultat		183 651	698 407
Overføringer og disponeringer			
Ordinært utbytte		180 503	608 106
Konsernbidrag		3 148	90 301
Sum overføringer og disponeringer		183 651	698 407





Organisasjonsnr: 980 512 738
CHAMPION TANKERS AS

BALANSE

Beløp i: USD	Note	2021	2020
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	7	662	766
Sum immaterielle eiendeler		662	766
Varige driftsmidler			
Right of use assets	5	50 000	100 000
Fixtures and fittings, tools, etc	5	3 232	4 473
Sum varige driftsmidler		53 232	104 473
Finansielle anleggsmidler			
Lån til foretak i samme konsern		46 819	42 412
Investments in shares	6	985 534	928 355
Other long-term receivables	5		
Sum finansielle anleggsmidler		1 032 353	970 767
Sum anleggsmidler		1 086 247	1 076 006
Omløpsmidler			
Varer			
Fordringer			
Accounts receivables		4 178 447	1 484 464
Receivables from group companies		20 000	
Prepaid expenses		3 534 716	4 254 518
Sum fordringer		7 733 163	5 738 982
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	8	815 763	1 531 945
Sum bankinnskudd, kontanter og lignende		815 763	1 531 945
Sum omløpsmidler		8 548 926	7 270 927
SUM EIENDELER		9 635 173	8 346 933
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	9	16 667	16 667



Overkurs		38	38
Sum innskutt egenkapital		16 705	16 705
Opptjent egenkapital			
Revaluation reserve	6, 10	656 137	575 634
Other equity		492 164	489 017
Sum opptjent egenkapital		1 148 301	1 064 651
Sum egenkapital	10	1 165 006	1 081 356
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Lease liabilities			50 000
Sum annen langsiktig gjeld			50 000
Sum langsiktig gjeld		0	50 000
Kortsiktig gjeld			
Leverandørgjeld		4 021 267	1 433 863
Tax payable	7	53 185	174 521
Public taxes payable		153 276	144 595
Dividend		100 000	470 000
Lease liabilities		50 000	50 000
Other current liabilities		4 092 438	4 942 598
Sum kortsiktig gjeld		8 470 167	7 215 577
Sum gjeld		8 470 167	7 265 577
SUM EGENKAPITAL OG GJELD		9 635 173	8 346 933



Organisasjonsnr: 980 512 738
CHAMPION TANKERS 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:
9.00

Omløpsmidler Startdato Sluttdato Endring

Skattemessig fremf.undersk. Startdato Sluttdato Endring

Kortsiktig gjeld Startdato Sluttdato Endring



CHAMPION TANKERS AS
Financial statements 2021



CHAMPION TANKERS AS

Directors' Report 2021

Operating activities

Champion Tankers AS is a ship operator running a pool of MR size chemical/product tankers. The company is located in Bergen, Norway.

The company operates at any given time 18-23 vessels within the Edible oil/Fertilizer/Caustic Soda market and is firmly established as one of the leading and most reputable commercial operators in this niche. This reputation is a result of close co-operation with several of the major industrial charterers in our trade.

Financial review

In 2021 Champion Tankers AS generated gross operating revenue of USD 185,1 mill compared to USD 44,6 mill for the year 2020. The gross revenue for 2020 included only freight revenue from pool vessels for the period August-December 2020, which explains the increase in gross revenue from 2020 to 2021.

Operating profit (EBIT) in 2021 is USD 175 937, down from USD 748 864 mill in 2020.

The net profit for the year is USD 183 651 compared to USD 698 407 mill for the previous year.

Reduced operational margin due to a weak freight market, higher payroll expenses and extraordinary expenses caused the reduction in profit from 2020 to 2021.

Employees

The working environment is considered to be good, and efforts for improvements are made on an ongoing basis. No incidences or work related accidents occurred during the year. Total absence due to sickness was 60 days, which is 2,6%.

Equality

The company has 10 employees, 4 women and 6 men. The board of directors consists of 2 men. Based on an assessment of the number of employees and job categories, the board has not found it necessary to implement special measures with regard to gender equality. Our policy is to treat all employees equally, irrespective of ethnic background, gender, religion or age.

Environmental risk

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. Constant focus on preventing environmental impact is a natural part of our activities in which we invest substantial resources. Through the company's own internal control procedures and the technical managers' Quality Assurance Systems, all procedures and routines for preventing pollution and environmental impact, are continuously monitored.

Financial risk and risk management

The company is exposed to financial risk in different areas. 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).

All revenues are denominated in USD. There is currency risk related to payroll- and administration expenses in NOK. The company's strategy include the use of currency forward contracts when the timing is correct.



CHAMPION TANKERS AS

Directors' Report 2021

Credit risk is considered low based on historical low losses on receivables. Liquidity risk is considered low due to a stable cash position and satisfactory cash management.

The company does not have an insurance to cover the liabilities of the board members or general manager.

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 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 marked recovery is delayed.

The Russian invasion of Ukraine will affect the world trade and the transport industry. Until now the situation has not had any substantial effect on our operations. How our market niche will be affected in the short and longer run is uncertain at the moment.

However, there is a consensus among market players that the marked recovery after the COVID-19 pandemic will come in 2022, and lately market firming on several key areas have been evidenced. We remain cautiously optimistic for an overall upwards turning trend of the general product tanker market.

Additionally, the demand/supply balance within the product tanker market has improved. The MR fleet supply outlook is very favourable as the product tanker order book is at low levels not seen in many years. All in all, the market outlook in the long run looks promising.

Going concern

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

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.

Bergen, 28th of April 2022

Karl L. Kvalheim
Chairman

Tone B. Solstad
General Manager

Henning B. Kvalheim
Board Member



Champion Tankers AS
Income Statement
(USD)

NOTES	OPERATING INCOME AND EXPENSES	2021	2020
1, 2	Freight revenue	184 779 808	42 412 125
3	Other income	323 109	2 181 050
	Total income	<u>185 102 917</u>	<u>44 593 175</u>
	Commission expenses	8 494 531	2 377 163
1, 2	Distributions to shipowners	174 066 531	39 500 500
4	Payroll expenses	1 822 668	1 592 228
5	Depreciations	51 241	50 949
4	Other expenses	492 012	323 471
	Total expenses	<u>184 926 983</u>	<u>43 844 311</u>
	Operating profit	<u>175 934</u>	<u>748 864</u>
	FINANCIAL INCOME AND EXPENSES		
6	Revaluation of investments in shares	62 994	138 106
	Other financial income/(expenses)	-2 013	-13 762
	Net financial items	<u>60 981</u>	<u>124 344</u>
	Profit before taxes	<u>236 915</u>	<u>873 208</u>
7	Tax expenses	53 264	174 801
	NET PROFIT FOR THE YEAR	<u>183 651</u>	<u>698 407</u>
	Allocations and distributions		
	To/from revaluation reserve	80 503	138 106
	To other equity	3 148	90 301
	Dividend	100 000	470 000
	Total allocations and distributions	<u>183 651</u>	<u>698 407</u>




Champion Tankers AS
Balance Sheet as at 31 December
(USD)

NOTES	ASSETS	2021	2020
	Non-current assets		
	Intangible assets		
7	Deferred tax assets	662	766
	Total intangible assets	<u>662</u>	<u>766</u>
	Tangible assets		
5	Right of use assets	50 000	100 000
5	Fixtures and fittings, tools, etc	3 232	4 473
	Total property, plant and equipment	<u>53 232</u>	<u>104 473</u>
	Financial assets		
	Loan to group companies	46 819	42 412
6	Investments in shares	985 534	928 355
	Total financial assets	<u>1 032 353</u>	<u>970 767</u>
	Total non-current assets	<u>1 086 247</u>	<u>1 076 006</u>
	Current assets		
	Debtors		
	Accounts receivables	4 178 447	1 484 464
	Receivables from group companies	20 000	0
	Prepaid expenses	3 534 716	4 254 518
	Total receivables	<u>7 733 163</u>	<u>5 738 982</u>
8	Cash and cash equivalents	815 763	1 531 945
	Total current assets	<u>8 548 926</u>	<u>7 270 927</u>
	TOTAL ASSETS	<u>9 635 173</u>	<u>8 346 933</u>



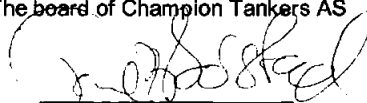
Champion Tankers AS
Balance Sheet as at 31 December
(USD)

NOTES	EQUITY AND LIABILITIES	2021	2020
	Equity		
	Paid-in capital		
9	Share capital	16 667	16 667
	Share premium	38	38
	Total paid-in capital	<u>16 705</u>	<u>16 705</u>
	Retained earnings		
6, 10	Revaluation reserve	656 137	575 634
	Other equity	492 164	489 017
	Total retained earnings	<u>1 148 301</u>	<u>1 064 651</u>
10	Total equity	<u>1 165 006</u>	<u>1 081 356</u>
	Liabilities		
	Lease liabilities		
	Lease liabilities	0	50 000
	Total non-current liabilities	<u>0</u>	<u>50 000</u>
	Current liabilities		
	Trade payables	4 021 267	1 433 863
7	Tax payable	53 185	174 521
	Public taxes payable	153 276	144 595
	Dividend	100 000	470 000
	Lease liabilities	50 000	50 000
	Other current liabilities	4 092 438	4 942 598
	Total current liabilities	<u>8 470 167</u>	<u>7 215 577</u>
	Total liabilities	<u>8 470 167</u>	<u>7 265 577</u>
	TOTAL EQUITY AND LIABILITIES	<u>9 635 173</u>	<u>8 346 933</u>



Karl Kvalheim
Chairman of the Board

Paradis, 28.04.2022
The board of Champion Tankers AS



Tone B. Solstad
General Manager



Henning B. Kvalheim
Member of the board



Champion Tankers AS
Statement of Comprehensive Income
(USD)

NOTES	COMPREHENSIVE INCOME	2021	2020
	Profit for the year	183 651	698 407
	Other comprehensive income	<u>0</u>	<u>0</u>
	Total comprehensive income for the year	<u>183 651</u>	<u>698 407</u>



Champion Tankers AS
Cash flow statement
(USD)

NOTES	CASH FLOW FROM OPERATING ACTIVITIES	2021	2020
	Profit before taxes	236 915	873 208
	Taxes paid	-174 521	-178 298
	Depreciations and impairments	51 241	50 949
	Revaluation of investments in shares	-62 994	-138 106
	Change in accounts receivables from customers	-2 693 983	-1 484 255
	Change in trade creditors	2 587 404	1 421 937
	Change in short-term debt group companies	-20 000	0
	Change in other current assets and other current liabilities	-121 652	465 723
	Net cash flow from operating activities	-197 590	1 011 158
	CASH FLOW FROM INVESTING ACTIVITIES		
	Investments in fixed assets	0	-2 360
	Purchase/sale of financial assets	1 408	-42 412
	Net cash flow from investing activities	1 408	-44 772
	CASH FLOW FROM FINANCING ACTIVITIES		
	Repayment lease liabilities	-50 000	-50 000
	Payment of dividends	-470 000	-470 000
	Net cash flow from financing activities	-520 000	-520 000
	Net cash flow for the period	-716 182	446 386
	Cash and bank deposits as at 1.1.	1 531 945	1 085 559
	Cash and bank deposits as at 31.12.	815 763	1 531 945



Champion Tankers AS

Notes to the financial statements 2021

Note 1 – Accounting principles

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

The financial statements are prepared in accordance with The Norwegian Accounting Act of 1998 § 3-9 and the corresponding regulations for simplified IFRS (2014) approved by the Norwegian Ministry of Finance on 3rd of November 2014. This implies that the Financial Statements are prepared in accordance with the International Financial Reporting Standards (IFRS) approved by the EU for measurement and recognition purposes. However, presentation and note disclosures are prepared in accordance with The Norwegian Accounting Act and Norwegian Generally Accepted Accounting Principles.

The financial statements are based on historical cost save for financial instruments which are carried at fair value.

The accounting principles are described below.

Principal rule for valuation and classification of assets and liabilities

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

Non-current 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. Non-current assets with a limited economic life are depreciated in accordance with a reasonable depreciation schedule.

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.

Financial instruments

Financial instruments are recognised at the fair value on the balance sheet date. The fair value is obtained from third party quotes. Changes in the fair value are recognised in profit or loss. For cash and cash equivalents and current liabilities, the carrying amount is considered to be best estimate of fair value due to short maturity date and valid terms.

Leases

The company recognises a right of use asset and a lease liability at the lease commencement date. The right of use asset is initially recognised at cost and subsequently carried at cost less accumulated depreciation and accumulated impairment losses. Depreciation is calculated using a straight-line method from the commencement date to the end of the lease term.



Champion Tankers AS

Notes to the financial statements 2021

Note 1 continued – Accounting principles

Pension plans

Pension liabilities covered by insurance companies are not recognised in the balance sheet. All premiums paid to insurance companies are recognised as pension expenses in the income statement.

Income taxes

The tax expense consists of current income tax expense and change in net deferred tax. The tax expense is allocated to ordinary income and the effect of extraordinary items in accordance with the tax base. Deferred tax liabilities and deferred tax assets are presented in the balance sheet as a net amount.

Revenue recognition

The company operates a pool of MR product tankers through a commercial management agreement.

Until the end of July 2020 the company acted only as an agent for the vessels in the Champion Tankers pool. Gross revenue for the period Jan- July 2020 does not include freight revenue from the vessels in the pool.

Since 1st of August 2020 the company has acted as a principal for the vessels in the pool according to IFRS 15. The company acts as a principal for the vessels in the pool due to the fact that the freight services delivered to the customers are controlled by Champion Tankers. Revenue generated from all vessels in the pool is recognised as gross revenue in the income statement.

Freight revenue

Revenue from voyage charters is recognised rateably on a loading-to discharge basis. Revenue from time charter contracts is recognised over the term of the charter based on onhire days. Revenue on cutoff voyages is recognised based on the number of days before and after the balance sheet date.

Other operating income

Other operating income is recognised in the income statement when the income generating activities have been carried out on the basis of a binding agreement. The income is measured to the price at the time of the transaction.

Operating expenses

Operating expenses are recognised in the income statement in the same period as the corresponding income.

Note 2 - Related parties transactions

USD 1,5 mill of operational margin is related to group companies and joint ventures.

Note 3 – Other operating income

Other operating income consists of commercial management fees and administration fees.



Champion Tankers AS

Notes to the financial statements 2021

Note 4 – Payroll expenses, number of employees, remuneration etc

Payroll expenses	2021	2020
Salary and other benefits	1 327 633	1 145 189
Social security expenses	222 360	190 965
Pension premiums	228 485	207 479
Other benefits	44 190	48 595
Total	1 822 668	1 592 228
Number of employees	10	9

Pension plan

The company has pension plans which meet the requirements of the Norwegian Act on Mandatory company pensions. The company has a defined benefit pension plan which includes 6 employees. The plan gives an entitlement to defined future pension benefits based on number of years of service. The pension plan is funded through the accumulation of pension fund assets in an insurance company. The pension premium fund is usd 0. In addition, the company has a defined contribution plan which includes 3 employees. All pension premiums paid in the fiscal year are charged as expenses.

Remuneration to executives	The Board	General Manager
Salary and other benefits	-	224 052
Pension premiums	-	28 404
Total		252 455

Remuneration to auditors	2021	2020
Statutory audit	9 683	4 676
Tax advice	-	-
Other services	6 690	2 098
	16 373	6 774



Champion Tankers AS

Notes to the financial statements 2021

Note 5 – Tangible assets

	Right to use assets	Fixures and fittings, tools etc	Total
Aquisition cost 1.1.	250 000	183 435	433 435
Additions		0	0
Disposals		0	0
Aquisition cost 31.12.	250 000	183 435	433 435
Accumulated depreciations and impairments	200 000	180 203	380 203
Balance sheet value as at 31.12	50 000	3 232	53 232
Ordinary depreciations	50 000	1 241	51 241
Depreciation period	5 years	3 years	

Note 6 – Investments in shares

Company	Number of shares	Owner stake	Cost value	Book value
Champion Shipping AS	1 839	3 %	152 412	572 259
Trust AS	325	3 %	94 494	388 275
Uljanik Plovidba d.d.	5 400		100 000	25 000
Total			346 906	985 534

The difference between book value and cost value (usd 656 137) is posted to the revaluation reserve.



Champion Tankers AS

Notes to the financial statements 2021

Note 7 – Tax expenses

Tax expenses consist of	2021
Payable taxes	53 185
Change in deferred taxes	79
Total tax expenses	<u>53 264</u>
Ordinary result before tax	236 915
Permanent differences	5 191
Change in temporary differences	-355
Basis for payable taxes	<u>241 751</u>
22% tax	<u>53 185</u>

Temporary differences	31.12.	01.01.	Change
Fixed assets	<u>-3 010</u>	<u>-3 481</u>	<u>471</u>
Basis for deferred taxes	<u>-3 010</u>	<u>-3 481</u>	<u>471</u>
Nominal tax rate	<u>22 %</u>	<u>22 %</u>	
Deferred tax asset	<u>-662</u>	<u>-766</u>	<u>104</u>

Note 8 – Bank deposits

Included in cash and bank deposits in the balance sheet, is a restricted deposit of tax withholding of usd 98 264.

Note 9 – Share capital and share information.

	Number of shares	Nominal value	USD
Share capital	100	167	16 667



Champion Tankers AS

Notes to the financial statements 2021

Note 9 continued – Share capital and share information.

Owner structure

The shareholders of the company as at 31 December were;

Name	Number of shares	Owner stake
Nestun Invest AS	100	100 %
Total	100	100 %

Note 10 – Equity

	Share capital	Share premium	Retained earnings	Revaluation reserve	Total
Equity at 1.1.	16 667	38	489 016	575 634	1 081 355
Profit for the year			103 148	80 503	183 651
Dividend			-100 000		-100 000
Equity at 31.12.	16 667	38	492 164	656 137	1 165 006

Note 11 - 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.



Deloitte.

Deloitte AS
Lars Hilles gate 30
Postboks 6013 Postterminalen
NO-5892 Bergen
Norway

Tel: +47 55 21 81 00
www.deloitte.no

To the General Meeting of Champion Tankers AS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of Champion Tankers AS (the Company), which comprise the balance sheet as at 31 December 2021, the income statement, statement of comprehensive income and statement of cash flows 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 simplified application of international accounting standards according to section 3-9 of the Norwegian Accounting Act.

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 and the Managing Director (management) are 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 simplified application of International Accounting Standards according to the Norwegian Accounting Act section 3-9, 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.

Deloitte refers to one or more of Deloitte Touche Tohmatsu Limited ("DTTL"), its global network of member firms, and their related entities (collectively, the "Deloitte organization"). DTTL (also referred to as "Deloitte Global") and each of its member firms and related entities are legally separate and independent entities, which cannot obligate or bind each other in respect of third parties. DTTL and each DTTL member firm and related entity is liable only for its own acts and omissions, and not those of each other. DTTL does not provide services to clients. Please see www.deloitte.no to learn more.

© Deloitte AS

Registrert i Foretaksregisteret Medlemmer av Den norske Revisorforening
Organisasjonsnummer: 980 211 282

Penneo document key: X1F0L-1706Y-UASAD-1H558-6A7G2-2ZMWU



Deloitte.

side 2
Independent Auditor's Report -
Champion Tankers 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 and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

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, 28 April 2022
Deloitte AS

Bjarne Ryland
State Authorised Public Accountant

Penneo document key: X1F0L-J706Y-UA\$AD-1H5S8-6A7GZ-Z2MWU



PEÑNEO

Bjarne Ryland

State Authorised Public Accountant (Norway)

Serial number: 9578-5993-4-2318195

IP: 193.32.xxx.xxx

2022-04-28 08:04:43 UTC



Penneo document key: X1F0L-J706Y-UASAD-1H5S8-6A7G2-2ZMWU

This document is digitally signed using Penneo.com. The digital signature data within the document is secured and validated by the computed hash value of the original document. The document is locked and timestamped with a certificate from a trusted third party. All cryptographic evidence is embedded within this PDF, for future validation if necessary.

How to verify the originality of this document

This document is protected by an Adobe CDS certificate. When you open the

document in Adobe Reader, you should see, that the document is certified by **Penneo e-signature service** <penneo@penneo.com>. This guarantees that the contents of the document have not been changed.

You can verify the cryptographic evidence within this document using the Penneo validator, which can be found at <https://penneo.com/validate>



Skattedirektoratet

Saksbehandler Torstein Kinden Helleland	Deres dato 05.12.2016	Vår dato 12.12.2016
Telefon 22078139	Deres referanse Tone B. Solstad	Vår referanse 2016/1190826

CHAMPION TANKERS AS
Postboks 413 Nesttun
5853 BERGEN

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

— Vi viser til deres brev av 5. desember 2016 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper:

Champion Shipping AS	org.nr. 967 074 888
Champion Tankers AS	org.nr. 980 512 738
Trust AS	org.nr. 996 330 389
Ebony AS	org.nr. 814 720 942

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering de ovennevnte selskapene dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at opplysningene som vedtaket baserer seg på ikke endres vesentlig.

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

Bakgrunn

Selskapene inngår i Nesttun Invest konsernet der konsernspissen er Nesttun Invest AS. Konsernet driver med rederivirksomhet. Virksomheten foregår i utlandet. Arbeidsspråket er engelsk. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets 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 m.v., 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

Postadresse Postboks 9200 Grønland 0134 Oslo	Besøksadresse: Se www.skatteetaten.no Org.nr: 996250318 E-post: skatteetaten.no/sendepost	Sentralbord 800 80 000 Telefaks 22 17 08 60
--	--	--



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 Skattedirektoratets 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 Skattedirektoratet lagt vekt på at selskapene inngår i et konsern. Eierkretsen er begrenset. Arbeidsspråket er engelsk. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer