



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer: 977 272 513  
Organisasjonsform: Aksjeselskap  
Foretaksnavn: ODFJELL TANKERS AS  
Forretningsadresse: Conrad Mohrs veg 29  
5072 BERGEN

### Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

### Konsern

Morselskap i konsern: Ja  
Konsernregnskap lagt ved: Nei

### Regnskapsregler

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

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Fredrik Østervold  
Dato for fastsettelse av årsregnskapet: 26.03.2021

### Grunnlag for avgivelse

År 2020: Årsregnskapet er elektronisk innlevert  
År 2019: Tall er hentet fra elektronisk innlevert årsregnskap fra 2020

*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, 06.05.2022



### Resultatregnskap

Beløp i: NOK	Note	2020	2019
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Freight income	2	7 980 305 399	6 823 741 230
<b>Sum inntekter</b>		<b>7 980 305 399</b>	<b>6 823 741 230</b>
<b>Kostnader</b>			
Voyage expenses	3	2 954 315 385	2 781 037 589
Time-charter expenses	4	4 730 193 447	3 743 256 689
Depreciation		0	138 526
General and administration expenses	5	293 914 920	290 635 872
<b>Sum kostnader</b>		<b>7 978 423 752</b>	<b>6 815 068 676</b>
<b>Driftsresultat</b>		<b>1 881 647</b>	<b>8 672 554</b>
<b>Finansinntekter og finanskostnader</b>			
Annen renteinntekt	6	316 480	2 682 974
Currency gains(losses)	6	-3 441 408	12 903 086
<b>Sum finansinntekter</b>		<b>-3 124 928</b>	<b>15 586 060</b>
Annen rentekostnad	6	1 711 354	4 680 842
Other financial items	6	281 052	305 669
<b>Sum finanskostnader</b>		<b>1 992 406</b>	<b>4 986 511</b>
<b>Netto finans</b>		<b>-5 117 334</b>	<b>10 599 549</b>
<b>Ordinært resultat før skattekostnad</b>		<b>-3 235 687</b>	<b>19 272 103</b>
<b>Ordinært resultat etter skattekostnad</b>		<b>-3 235 687</b>	<b>19 272 103</b>
<b>Årsresultat</b>		<b>-3 235 687</b>	<b>19 272 103</b>
<b>Overføringer og disponeringer</b>			
Allocated to other equity		-3 235 687	19 272 103
<b>Sum overføringer og disponeringer</b>		<b>-3 235 687</b>	<b>19 272 103</b>



## Balanse

Beløp i: NOK	Note	2020	2019
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
<b>Finansielle anleggsmidler</b>			
Investering i datterselskap	8	238 085	138 085
Investeringer i tilknyttet selskap	8	235 185	235 185
<b>Sum finansielle anleggsmidler</b>		<b>473 270</b>	<b>373 270</b>
<b>Sum anleggsmidler</b>		<b>473 270</b>	<b>373 270</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
Bunkers and other inventories		192 809 427	220 524 648
<b>Sum varer</b>		<b>192 809 427</b>	<b>220 524 648</b>
<b>Fordringer</b>			
Current receivables	10	531 420 466	442 257 365
Other short-term receivables		137 220 456	121 631 052
Konsernfordringer	9	21 707 295	21 042 243
<b>Sum fordringer</b>		<b>690 348 217</b>	<b>584 930 660</b>
<b>Sum omløpsmidler</b>		<b>883 157 644</b>	<b>805 455 308</b>
<b>SUM EIENDELER</b>		<b>883 630 914</b>	<b>805 828 578</b>
<b>BALANSE - EGENKAPITAL OG GJELD</b>			
<b>Egenkapital</b>			
<b>Innskutt egenkapital</b>			
Share capital	11,12	11 997 700	11 997 700
Overkurs	11	50 000 000	50 000 000
<b>Sum innskutt egenkapital</b>		<b>61 997 700</b>	<b>61 997 700</b>
<b>Opptjent egenkapital</b>			



## Balanse

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2020</b>	<b>2019</b>
Other equity	11	38 709 199	41 944 885
<b>Sum opptjent egenkapital</b>		<b>38 709 199</b>	<b>41 944 885</b>
<b>Sum egenkapital</b>		<b>100 706 899</b>	<b>103 942 585</b>
<b>Sum langsiktig gjeld</b>		<b>0</b>	<b>0</b>
<b>Kortsiktig gjeld</b>			
Kortsiktig konserngjeld	14	250 526 369	215 515 218
Other current liabilities	13	343 864 604	324 181 650
Liability to parent from cash-pool	16	188 533 041	162 189 125
<b>Sum kortsiktig gjeld</b>		<b>782 924 014</b>	<b>701 885 993</b>
<b>Sum gjeld</b>		<b>782 924 014</b>	<b>701 885 993</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>883 630 913</b>	<b>805 828 578</b>



# FINANCIAL STATEMENTS

## **Odfjell Tankers AS**

For the year ended December 31, 2020

**Directors Report**

**Income Statement**

**Balance Sheet**

**Cash Flow Statement**

**Notes**

**Auditors Report**



ODFJELL TANKERS AS  
(Org. no 977 272 513)

**The Directors' Report for year 2020**

**Operations and locations**

The business activity for the company is to do operation and chartering activity for ships. The company is located in Bergen, Norway.

**Going concern**

In accordance with the Accounting Act § 3-3a, we confirm that the financial statements have been prepared under the assumption of going concern. This assumption is based on profit forecasts for the year 2021 and the company's long-term strategic forecasts. The company's economic and financial position is sound.

**Comments related to the financial statements**

Net result for the year showed a loss of NOK 3.2 million, compared with a profit of NOK 19.3 million in 2019. Total assets at the end of the year were NOK 883.6 million, compared with NOK 805.8 million last year. The equity ratio was 11.4% as per 31.12.2020.

**Market development**

2020 got off to a good start for the chemical tanker market, successfully building on the stronger markets that emerged in the second half of 2019. The trend was interrupted by Covid-19 emerging in China, a major importer of liquid chemicals, before the market improved significantly when the oil price war began in April and floating storage led to a material reduction in supply, which exceeded the initial reduction in demand for chemicals.

Chemical tanker demand recovered quickly in the aftermath of government lockdowns, and remained positive until destocking, and a new round of lockdowns, hurt demand and weakened the market towards the end of the year. Second half of the year, this was paired with increased competition from swing tonnage due to a weakened CPP and crude oil tanker market.

Covid-19 has had a material impact on Global GDP growth in 2020, with the IMF now estimating a drop in Global GDP of 3.5%. We have seen the pandemic and its impact on GDP differ materially across the globe, with the eastern hemisphere coping better than the western hemisphere. Advanced economies are estimated to see a GDP drop of -4.9% in 2020, and GDP growth in emerging markets is estimated to be -2.4%. The variations in economic activity during the pandemic impacted chemical tanker trade positively, as exports of surplus product across regions stimulated trading activity as seen in the increased tonne-miles. The drop in feedstock prices, and commodity prices in general, contributed positively to trade as importers saw lower prices as an opportunity to build inventories.

The extent and duration of Covid-19 and its effects over the longer term remain largely uncertain and dependent on future developments that cannot be accurately predicted at this time. Odfjell is closely monitoring the impact of the ongoing virus outbreak and will implement measures required to minimize the adverse impact on our employees, operations and financial results.



## **Financial risk**

With the global market as our arena, Odfjell Tankers AS is exposed to a number of risk factors. Our financial strategy is to be sufficiently robust to withstand prolonged adverse conditions, including long-term downturns in our markets or challenging conditions in the financial markets.

Odfjell adopts an active approach to manage risk in the financial markets, through systematic monitoring and management of financial risks related to currencies and bunkers. Hedging instruments are used to reduce the Company's exposure to fluctuations in the above-mentioned financial risks. At the same time, it may limit Odfjell's upside potential from favourable movements in these same risk factors.

The largest single cost component affecting time charter earnings is bunkers. In 2020, this amounted to NOK 1,463 million, equivalent to 49.5% of total voyage expenses, ignoring the effect of the bunker adjustment clauses.

The Company's revenue is denominated in USD. Our currency exposure relates to the net result and cash flow from voyage-related expenses and expenses denominated in non-NOK currencies.

Future hedging program may vary depending on changes in market conditions.

## **Liquidity risk**

The company has high fluctuations in working capital. In order to have sufficient flexibility to meet these fluctuations, the company is part of the Odfjell Group's cash pooling system.

## **Staff, discrimination and environment reports**

The company has no employees. The Board of Directors consist of three members, all men. As the company does not have any employees, The Board of Directors have through an assessment not found it necessary to do further efforts to promote gender equality.

## **Research and development activities**

The company currently does not have any ongoing research and development activities.

## **Environmental report**

The company has not had accidents of material environmental consequences for 2020. Fuel efficiency measures and reduced emissions continue to be a priority. In 2020 Odfjell stopped using Heavy Fuel Oil (HFO) and moved to Very Low Sulphur Fuel Oil (VLFSO) and Marine Gas Oil (MGO). 83.6 % of total bunkers consumption in 2020 was VLFSO, up from 3% in 2019.



**Allocation of net result**

The Board of Directors has proposed the net result to be attributed to:

<u>Net result</u>	NOK (3 235 686)
Net result allocated to other equity	NOK (3 235 686)

Bergen, 26 /3- 2021

The Board of Directors of Odfjell Tankers AS

Terje Iversen  
Chairman of the Board

Kristian Mørch  
Member of the Board

Harald Fotland  
Member of the Board



Odfjell Tankers AS

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## STATEMENT OF PROFIT OR LOSS

(NOK)	Note	2020	2019
<b>OPERATING INCOME AND EXPENSES</b>			
Freight income	2	7 980 305 399	6 823 741 230
Voyage expenses	3	-2 954 315 385	-2 781 037 589
Time-charter expenses	4	-4 730 193 447	-3 743 256 689
General and administration expenses	5	- 293 914 920	- 290 635 872
Depreciation		0	- 138 526
<b>Operating result</b>		<b>1 881 647</b>	<b>8 672 554</b>
<b>FINANCIAL INCOME AND EXPENSES</b>			
Interest income	6	316 480	2 682 974
Interest and fees paid	6	-1 711 354	-4 680 842
Other financial items	6	- 281 052	- 305 669
Currency gains (losses)	6	-3 441 408	12 903 086
<b>Net financial items</b>		<b>-5 117 334</b>	<b>10 599 549</b>
<b>PRETAX INCOME</b>		<b>-3 235 686</b>	<b>19 272 103</b>
<b>NET INCOME</b>		<b>-3 235 686</b>	<b>19 272 103</b>
<b>BROUGHT FORWARD</b>			
Allocated to other equity		3 235 686	-19 272 103
<b>Net brought forward</b>		<b>3 235 686</b>	<b>-19 272 103</b>



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## STATEMENT OF FINANCIAL POSITION

(NOK)	Note	31.12.2020	31.12.2019
<b>NON-CURRENT ASSETS</b>			
Investments in subsidiaries	8	238 085	138 085
Investments in associates and joint ventures	8	235 185	235 185
<b>Sum non-current assets</b>		<b>473 270</b>	<b>373 270</b>
<b>CURRENT ASSETS</b>			
Bunkers and other inventories		192 809 427	220 524 648
Current receivables	10	531 420 466	442 257 365
Due from related companies	9	21 707 295	21 042 243
Other short-term receivables		137 220 456	121 631 052
<b>Sum current assets</b>		<b>883 157 643</b>	<b>805 455 308</b>
<b>TOTAL ASSETS</b>		<b>883 630 913</b>	<b>805 828 578</b>
<b>EQUITY</b>			
Share capital	11,12	11 997 700	11 997 700
Share premium reserve	11	50 000 000	50 000 000
Other equity	11	38 709 199	41 944 885
<b>Sum equity</b>		<b>100 706 899</b>	<b>103 942 585</b>
<b>CURRENT LIABILITIES</b>			
Other current liabilities	13	343 864 604	324 181 650
Due to related companies	14	250 526 369	215 515 218
Liability to parent from cash-pool	16	188 533 041	162 189 125
<b>Sum current liabilities</b>		<b>782 924 014</b>	<b>701 885 993</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>883 630 913</b>	<b>805 828 578</b>

Bergen, 26/3 2021

The Board of Directors of Odfjell Tankers AS

Harald Fotland  
General manager, Member of the  
boardTerje Iversen  
Chairman of the boardKristian Verner Mørch  
Member of the board



Odfjell Tankers AS

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## CASH FLOW STATEMENT

(NOK)	2020	2019
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Pretax income	-3 235 686	19 272 103
Depreciation	-	138 526
Change in bunkers inventory	27 715 712	-23 290 844
Change in current receivables	-89 159 712	-50 871 077
Change in other current accruals	38 436 261	104 834 017
<b>Net cash flow from operating activities</b>	<b>-26 243 915</b>	<b>50 082 725</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Investment in shares	-100 000	-
Change in non-current receivables	-	4 186 984
<b>Net cash flow from investing activities</b>	<b>-100 000</b>	<b>4 186 984</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Change in group cash-pool account	26 343 915	-54 269 710
<b>Net cash flow from financing activities</b>	<b>26 343 915</b>	<b>-54 269 710</b>
<b>Net change in cash balances</b>	<b>0</b>	<b>0</b>
<b>Cash and cash equivalents 1.1</b>	<b>0</b>	<b>0</b>
<b>Cash and cash equivalents 31.12</b>	<b>0</b>	<b>0</b>



## NOTE 1 - ACCOUNTING PRINCIPLES

The financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway.

### Use of estimates

The management has used estimates and assumptions that affect the income statement and the valuation of assets and liabilities at the balance sheet date.

### Foreign currency translation

Transactions in foreign currency are translated at the rate applicable on the transaction date. Monetary items in a foreign currency are translated into NOK using the exchange rate applicable on the balance sheet date. Changes to exchange rates are recognised in the income statement as they occur during the accounting period.

Non-monetary items that are measured at their historical price expressed in a foreign currency are translated into NOK using the exchange rate applicable on the transaction date. Non-monetary items that are measured at their fair value expressed in a foreign currency are translated at the exchange rate applicable on the balance sheet date.

### Revenue

Revenue is recognised when it is probable that a transaction will generate a future economic benefit that will accrue to the Company, and the size of the amount may be reliably estimated. Revenue is measured at the fair value of the amount to be received, excluding discounts, and sales taxes.

Total revenues and voyage related expenses in a period are accounted for as the percentage of completed voyages. Progress of a voyage is measured based on voyage days. Voyage accounting consists of actual figures for completed voyages and estimates for voyages in progress.

Voyages are normally discharge-to-discharge. Except for any period a ship is declared off-hire due to technical or other owner's matters, a ship is always allocated to a voyage.

### Income tax

The tax expense consists of the tax payable and changes to deferred tax. Deferred tax/tax assets are calculated on all differences between the book value and tax value of assets and liabilities. Deferred tax is calculated as 22 percent of temporary differences and the tax effect of tax losses carried forward.

Deferred tax assets are recorded in the balance sheet when it is likely that the tax assets will be utilized. Taxes payable and deferred taxes are recognized directly in equity to the extent that they relate to equity transactions.



## Balance sheet classification

Assets and liabilities related to the operation of the company are classified as current assets and liabilities. Assets for long-term use are classified as non-current assets.

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

Fixed assets are valued at cost, less depreciation and impairment losses. Long term liabilities are recognized at amortized cost.

## Property, plant and equipment

Property, plant and equipment are measured at historical cost, which includes purchase price, capitalized interest and other expenses directly related to the assets. The investment is capitalized and depreciated over the estimated useful life.

We estimate residual value at the estimated time of disposal of assets, which is generally at the end of their useful life.

Significant fixed assets which consist of substantial components with dissimilar economic life have been unbundled; depreciation of each component is based on the economic life of the component. Costs for maintenance are expensed as incurred, whereas costs for improving and upgrading property plant and equipment are added to the acquisition cost and depreciated with the related asset.

If carrying value of a non-current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount. The recoverable amount is the greater of the net realisable value and value in use. In assessing value in use, the discounted estimated future cash flows from the asset are discounted are used.

## Inventory

Inventories are recognised at the lowest of cost and net selling price. The net selling price is the estimated selling price in the case of ordinary operations minus the estimated completion, marketing and distribution costs.

The cost is arrived at using the FIFO method and includes the costs incurred in acquiring the goods and the costs of bringing the goods to their current state and location.

## Receivables

Accounts receivable and other receivables are carried at fair value less provision for bad debts. Provision for bad debt is based on an individual assessment of each receivable. In addition, for the other receivables, a general provision is booked to cover expected losses.

## Cash flow statement

The cash flow statement is presented using the indirect method. Cash and cash equivalents includes cash, bank deposits and other short term, highly liquid investments with maturities of three months or less.



Odfjell Tankers AS

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## NOTE 2 - FREIGHT INCOME

The company's income comes from chartering and operation of Chemical Tankers. The activity consist of world wide services offered between harbours in Europe, North- and South America, Asia and Africa.

<b>(NOK)</b>	<b>2020</b>	<b>2019</b>
External customers	7 894 065 572	6 770 405 920
Flumar Ltda.	86 239 826	53 335 310
<b>Total</b>	<b>7 980 305 398</b>	<b>6 823 741 230</b>

Flumar Ltda. is a 100% owned subsidiary of Odfjell SE, the company's ultimate parent.

## NOTE 3 - VOYAGE EXPENSES

<b>(NOK)</b>	<b>2020</b>	<b>2019</b>
Bunkering consumption	1 462 924 483	1 452 760 241
Port expenses	802 204 394	728 614 405
Other voyage expenses	448 470 790	427 847 663
Canal expenses	240 715 718	171 815 281
<b>Total</b>	<b>2 954 315 385</b>	<b>2 781 037 590</b>

## NOTE 4 - TIME-CHARTER EXPENSES

<b>(NOK)</b>	<b>2020</b>	<b>2019</b>
Odfjell Chemical Tankers AS	2 462 291 498	1 854 514 706
Odfjell Asia II Pte. Ltd.	964 245 139	872 612 211
Others	577 232 821	528 395 231
Chemical Transportation Group	293 217 320	255 590 692
Sinochem Shipping Singapore Pte Ltd	233 804 194	232 143 849
Navig8 Tankers	199 402 474	0
<b>Total</b>	<b>4 730 193 446</b>	<b>3 743 256 689</b>

Odfjell Chemical Tankers AS, Odfjell Asia II Pte. Ltd. and Norfra Shipping AS are fully owned subsidiaries of Odfjell SE. Chemical Transportation Group, Navig8 Tankers and Sinochem Shipping Singapore Pte. Ltd. are pool partners of Odfjell Tankers AS.



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## NOTE 5 - GENERAL AND ADMINISTRATION EXPENSES

### General and administration expenses by type

(NOK)	2020	2019
Internal management fees	291 038 469	287 904 822
Other administrative expenses	2 035 850	2 048 277
Auditor fees	840 601	682 772
<b>Total</b>	<b>293 914 920</b>	<b>290 635 871</b>

### Management services bought from related Group companies

Odfjell Management AS is the Group's management company. Internal management fees relate to services purchased from said company.

Odfjell Tankers AS and Odfjell Management AS are both fully owned by Odfjell SE.

### Employees, employee benefits etc.

The company does not have any employees and is not obligated to have a mandatory pensions scheme in accordance with Norwegian law.

### Remuneration to Board of Directors

No remuneration has been paid to the board of directors in 2020.

### Auditor fees

Auditor fees are distributed as follows:

(NOK)	2020
Audit fees	808 365
Other services	32 236
<b>Total</b>	<b>840 601</b>

## NOTE 6 - FINANCIAL ITEMS

(NOK)	2020	2019
Currency gains	63 227 841	28 033 519
Interest income	316 480	2 682 974
Guarantees from related companies	-2 316	0
Other financial expenses	-278 736	-305 669
Interest and fees paid	-1 711 354	-4 680 842
Currency losses	-66 669 249	-15 130 433
<b>Total</b>	<b>-5 117 334</b>	<b>10 599 549</b>



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**NOTE 7 - TAXES****Tax expenses**

(NOK)	2020	2019
Taxes payable	-	-
Change in deferred taxes	-	-
<b>Total tax expenses</b>	-	-

**Reconciliation of pre-tax income to taxable income**

(NOK)	2020	2019
<b>Pre-tax income</b>	<b>-3 235 686</b>	<b>19 272 103</b>
Tax effect of:		
Permanent differences	-	1 947 000
Change in temporary differences	-132 021	-15 000
Use of losses brought forward		-21 204 000
<b>Basis for taxes payable</b>	<b>-3 367 707</b>	-
<b>Taxes payable</b>	-	-

**Specification of temporary differences**

(NOK)	12/31/2020	12/31/2019
Non-current items	-810 986	-943 007
Losses brought forward	-18 065 321	-16 092 488
Non-deductible interest carried forward	-1 394 874	-
<b>Total</b>	<b>-20 271 181</b>	<b>-17 035 495</b>
Tax rate	22%	22%
<b>Deferred tax asset (liability)</b>	<b>4 459 660</b>	<b>3 747 809</b>

Based on an assessment of future utilization, deferred tax assets are not recognized in the financial statements.

**NOTE 8 - INVESTMENTS IN SUBSIDIARIES AND ASSOCIATES**

(NOK)	Office	Ownership	Voting right	Carrying amount
Odfjell Argentina S.A.	Argentina	10%	10%	235 185
Odfjell Durban Pte Ltd	South Africa	100%	100%	138 085
Odfjell Coated MR Pool AS	Norway	100%	100%	100 000
<b>Total</b>				<b>473 270</b>



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Odfjell Argentina SA's book equity as per December 31, 2020 equals USD 195'. Net income for the year 2020 was USD 0'.

Odfjell Durban Pte's book equity as per December 31, 2020 equals USD 941'. Net income for the year 2020 was USD 116'.

## NOTE 9 - DUE FROM RELATED COMPANIES

<b>(NOK)</b>	<b>12/31/2020</b>	<b>12/31/2019</b>
Odfjell Japan Ltd.	21 454 404	20 965 065
Flumar Ltda.	252 881	77 179
<b>Total</b>	<b>21 707 295</b>	<b>21 042 243</b>

## NOTE 10 - CURRENT RECEIVABLES

<b>(NOK)</b>	<b>2020</b>	<b>2019</b>
Current receivables	549 427 006	454 650 429
Provision for expected losses	-18 006 540	-12 393 064
<b>Total</b>	<b>531 420 466</b>	<b>442 257 365</b>

Total write-down of receivables equaled NOK 11 911 756 in 2020, compared to NOK 2 761 508 prior year.

## NOTE 11 - EQUITY

<b>(NOK)</b>	<b>Share capital</b>	<b>Share premium</b>	<b>Other equity</b>	<b>Total</b>
Equity 1.1	11 997 700	50 000 000	41 944 800	103 942 580
Net result	-	-	-3 235 686	-3 235 686
<b>Equity 31.12</b>	<b>11 997 700</b>	<b>50 000 000</b>	<b>38 709 199</b>	<b>100 706 899</b>

## NOTE 12 - SHARE CAPITAL AND PREMIUM

### Share capital

The share capital consists of 110 000 shares with a nominal value of NOK 109,07 per share. Total carrying amount equals NOK 11 997 700.

### List of shareholders as of 12/31/2020:

<b>Shareholder</b>	<b>Number of shares</b>	<b>Voting rights</b>
Odfjell SE	110 000	100%



Odfjell Tankers AS

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### NOTE 13 - OTHER CURRENT LIABILITIES

(NOK)	2020	2019
Voyage accruals	243 928 302	261 123 865
Other current liabilities	99 936 302	63 057 785
<b>Total</b>	<b>343 864 604</b>	<b>324 181 650</b>

### NOTE 14 - DUE TO RELATED COMPANIES

(NOK)	12/31/2020	12/31/2019
Odfjell Chemical Tankers AS	160 857 104	125 694 210
Odfjell Asia II Pte Ltd	76 525 512	66 899 129
Odfjell Management AS	9 705 449	21 755 480
Odfjell Coated MR Pool AS	1 919 479	-
Odfjell USA Inc.	1 424 258	588 932
Odfjell Singapore Pte Ltd	89 169	108 890
Odfjell SE	5 400	468 577
<b>Total</b>	<b>250 526 369</b>	<b>215 515 218</b>

### NOTE 15 - FINANCIAL MARKET RISK

#### Currency risk

The company enters into financial instruments to reduce currency risk on administration and operating expenses.

On behalf of Odfjell Management AS the parent company Odfjell SE enters into financial instruments to reduce currency exposure related to operating and administration expenses.

Odfjell Management AS is again acting as management company for different companies in the Group. Loss or gain on financial instruments contract are distributed to the company based on distribution keys.

#### Operational risk

The single largest cost component affecting the result is bunkers.

Odfjell SE, as the parent company, enters into different derivate instruments, on behalf of the company, to reduce risk related to changes in bunker prices.

Gain/loss on the hedging contracts are distributed to the company.



Odfjell Tankers AS 2020

(NOK)	12/31/2020	12/31/2019
Bunkers hedges	33 359 410	-
<b>Total</b>	<b>33 359 410</b>	<b>-</b>

## NOTE 16 - GROUP CASH POOL ACCOUNTS AND RESTRICTED DEPOSITS

(NOK)	2020	2019
Liability to parent from cash-pool	- 188 533 041	- 162 189 125
<b>Total</b>	<b>- 188 533 041</b>	<b>- 162 189 125</b>

### Group cash-pool accounts

The company is included in the Group's cash pooling account system with Odfjell SE, Odfjell Management AS, Odfjell Maritime Services AS, Odfjell Terminals II AS, Odfjell Chemical Tankers AS and Norfra Shipping AS.

The companies are jointly and severally liable for any outstanding amounts.

Based on a reassessment of the cash-pool agreement, these accounts are now presented as a receivable/liability on the parent company.

Prior year's liabilities to financial institutions have been restated to reflect this fact, resulting in a reduction of liabilities to financial institutions from NOK 162 189 125 to NOK 0, with an equivalent increase in liabilities to the parent company.

### Restricted deposits

The company has no restricted bank deposits as of 12/31/2020.

## NOTE 17 - CONSOLIDATED ACCOUNTS

The company is included in Odfjell SE's consolidated accounts. The consolidated financial statements can be obtained by contacting Odfjell SE's registered office in Bergen.

## NOTE 18 - COVID-19

The outbreak of the Coronavirus (COVID-19) continues to put constraints on businesses around the world. During 2020, the outbreak did not have a severe negative effect on the company's operational and financial performance. The impact from COVID-19 continues in 2021.

The extent and duration of these conditions over the longer term remain largely uncertain and dependent on future developments that cannot be accurately predicted at this time. Odfjell is closely monitoring the impact of the ongoing virus outbreak and will implement measures required to minimize the adverse impact on our employees, operations and financial results.



Odfjell Tankers AS

2020

### **NOTE 19 - SUBSEQUENT EVENTS**

There have been no events after the balance sheet date with a significant impact on the companys financial position.



Statsautoriserte revisorer  
Ernst & Young AS

Thormøhlens gate 53 D, NO-5006 Bergen  
Postboks 6163, NO-5892 Bergen

Foretaksregisteret: NO 976 389 387 MVA  
Tlf: +47 24 00 24 00

Fax:  
www.ey.no  
Medlemmer av Den norske revisorforening

## INDEPENDENT AUDITOR'S REPORT

To the Annual Shareholders' Meeting of Odfjell Tankers AS

### Report on the audit of the financial statements

#### Opinion

We have audited the financial statements of Odfjell Tankers AS, which comprise the statement of financial position as at 31 December 2020, the statement of profit or loss 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 have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Company as at 31 December 2020 and its financial performance and 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 laws, regulations, and auditing standards and practices generally accepted in Norway, including 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 in accordance with the ethical requirements that are relevant to our audit of the financial statements in Norway, and we have fulfilled our ethical responsibilities as required by law and regulations. We have also complied with our other ethical obligations 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

Other information consists of the information included in the Company's annual report other than the financial statements and our auditor's report thereon. The Board of Directors and Chief Executive Officer (management) are responsible for the other information. Our opinion on the audit of the financial statements does not cover the other information, 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 the other information, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

#### Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements 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.

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 laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (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 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 in accordance with law, regulations and generally accepted auditing principles in Norway, including 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, 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 fair presentation.

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.

## Report on other legal and regulatory requirements

### Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements, the going concern assumption and proposal for the allocation of the result is consistent with the financial statements and complies with the law and regulations.



### Opinion on registration and documentation

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, *Assurance Engagements Other than Audits or Reviews of Historical Financial Information*, it is our opinion that management has fulfilled its duty to ensure that the Company's accounting information is properly recorded and documented as required by law and bookkeeping standards and practices accepted in Norway.

Bergen, 26 March 2021  
ERNST & YOUNG AS

*The auditor's report is signed electronically*

Jørn Knutsen  
State Authorised Public Accountant (Norway)

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"By my signature I confirm all dates and content in this document."

## Jørn Knutsen

Statsautorisert revisor

On behalf of: Ernst & Young AS

Serial number: 9578-5992-4-3012515

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2021-03-26 14:57:08Z



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Vår dato 05.12.2018	Din dato 29.10.2018	Saksbehandler Henning Stokke
800 80 000 Skatteetaten.no	Din referanse Lars M Bjørneberg	Telefon 800 80 000
Org.nr 996250318	Vår referanse 2018/1245386	Postadresse Postboks 9200 Grønland 0134 Oslo

ODFJELL SE  
Postboks 6101  
5892 BERGEN

## Tillatelse til å utarbeide årsberetning og årsregnskap på engelsk språk

— Vi viser til deres brev av 29. oktober 2018 hvor dere søker om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskap:

- Odfjell Tankers AS org.nr. 977 272 513
- Norfra Shipping AS org.nr. 881 412 632
- Odfjell Chemical Tankers AS org.nr. 977 047 420
- Odfjell Management AS org.nr. 992 188 030
- Odfjell Maritime Services AS org.nr. 992 188 065
- Odfjell Insurance & Properties AS org.nr. 911 037 092

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering selskapene ovenfor 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 årsregnskapene. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

### Bakgrunn

Fra søknad gjengis:

*Alle ovennevnte selskaper er datter/datterdatter-selskaper av børsnoterte Odfjell SE og er en del av konsernet Odfjell. Både konsernet og Odfjell SE er allerede i dag omfattet av dispensasjon fra krav om opplysninger på norsk.*

*Odfjell er et internasjonalt shipping selskap med global virksomhet og selskapets arbeidsspråk er engelsk. Dette innebærer at all intern og ekstern skriftlig kommunikasjon inkl. pressemeldinger, foregår på engelsk. Også all informasjon som legges til selskapets intranett og hjemmeside gies på engelsk. Styret i Odfjell SE er internasjonalt, og alle styrepapirer og øvrig dokumentasjon produseres derfor kun på engelsk. Brukere av regnskapet for noen av ovennevnte selskaper er i mange tilfeller utenlandske kreditorer og forretningspartnere.*

En norsk utarbeidelse av årsregnskap og årsberetning vil kun ha til formål å tilfredsstille regnskapslovens språkkrav.

### Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal årsregnskapet og årsberetningen være på norsk. Departementet kan ved forskrift eller 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 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.

Som nevnt ovenfor er det særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt vekt på at selskapene er datter/datterdatter-selskaper av konsernet Odfjell. Eierkretsen er begrenset. Morselskapet har tillatelse til å benytte engelsk språk. I tillegg er selskapenes virksomhet utpreget internasjonal, hvor arbeidsspråket er engelsk. Alle sentrale aktører i bransjen behersker og benytter engelsk språk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Torstein Kinden Helleland  
seniorrådgiver  
Rettsavdelingen, foretaksskatt  
Skattedirektoratet

Henning Stokke

*Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.*