



Bech-Bruun

Langelinie Allé 35

2100 København Ø

Denmark

Att: Mark Gall, managing associate

Torshavn, 12. January 2022

Case. no.: 21/00787

CM Biomass Partners A/S indirect acquisition of assets from Mohegan Renewable Energy (MS), LLC, MRE Jasper, LLC or MRE Crossville, LLC.

The Faroese Competition Authority received a notification on 21st of December 2021 regarding CM Biomass Partners A/S indirect acquisition of assets from Mohegan Renewable Energy (MS), LLC, MRE Jasper, LLC or MRE Crossville, LLC. By virtue of the notified concentration, CM Biomass Partners A/S will through its wholly owned and controlled subsidiaries Crossville Pellets, LLC, Jasper TN Pellets, LLC and Quitman Pellets, LLC, (collectively referred to as “CM Biomass”) acquire three wood pellet plants from Mohegan Renewable Energy (MS), LLC, MRE Jasper, LLC or MRE Crossville, LLC (the acquired assets are collectively referred to as the “Target”).

The transaction constitutes a merger within the meaning of section 13 pt. 1, no 2 of the Faroese Act on Competition. The transaction is notifiable to the Faroese Competition Authority as one of the undertakings has a total turnover larger than DKK 75 million in the Faroe Islands and at least one of the participating undertakings has a turnover of DKK 75 million worldwide within the meaning of section 14 pt. 1 no 2. of the Faroese Act on Competition.

CM Biomass Partners A/S is an independent provider of physical wood pellets and other biomass products, mainly supplies to European utilities and distributors. CM Biomass is jointly controlled by A/S United Shipping & Trading Company and CM Holding A/S. CM Biomass Partners A/S has no turnover in the Faroe Islands. A/S United Shipping & Trading Company has turnover in the Faroe Islands through other subsidiaries.

Target offers wood pellets made of compressed saw dust and other related industrial clean waste wood products. Target manufactures wood pellets at its plants in Quitman, MS, Crossville, AL and Jasper, TN. The wood pellets are supplied to Drax Power FOD Vessel in Mobile, AL, United States.

Because neither CM Biomass Partners A/S nor Target are active on any Faroese market it is the overall assessment of the Faroese Competition Authority that the merger will not significantly impede effective competition in the Faroe Islands. Based on the above, the Faroese Competition Authority has approved the merger, cf. Section 15, pk. 5 in the Faroese Act on Competition.



Kappingareftirlitið

The approval is given on the condition that the notified information is correct, cf., section 18a, pt. 1, no 3 of the Faroese Act on Competition.

On behalf of the Faroese Competition Authority

Terje Sigurðsson
director

Rúni J. Niclassen

advisor