



Presentation

4Q 2017

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Summary

- All projects progressing according to plan and budget
 - Upgrade project on track
 - Upper leg sections installed in unit
 - Suction caissons to be installed mid February
 - Good relationship with client and key vendors
 - Operations and compliance related repairs progressing in line with previous guiding
 - 2.4 million man hours – No LTI's
- Company fully financed until commencement of Johan Sverdrup project
 - Forecast cash flow in line with original forecast
- EBITDA for the quarter of USD -1.9 mill.
- Currency exchange loss of USD 9.2 mill and a net loss of USD 26.5 mill



Condensed Income Statement

In USD 1,000'	Un-audited Q4-2017	Un-audited Q4-2016	Audited 2016	Un-audited 12M- 2017
Operating income			15 640	
Operating expenses	-1 894	-2 376	-14 522	-8 728
EBITDA	-1 894	-2 376	1 118	-8 728
Depreciation	-3 807	-3 973	-15 122	-15 227
OPERATING PROFIT- EBIT	-5 701	-6 349	-14 005	-23 955
Interest income	240	11	32	492
Interest expenses	-11 823	-6 095	-24 281	-37 424
Other financial income				
Other financial expenses	-9 216	-14 460	8 637	-38 328
NET FINANCIAL ITEMS	-20 799	-20 544	-15 611	-75 260
PROFIT/(LOSS) BEFORE TAX	-26 500	-26 893	-29 616	-99 216
NET PROFIT (LOSS)	-26 500	-26 893	-29 616	-99 216

Statement of Financial position

In USD 000'	Un-audited 31.12.2017	Audited 31.12.2016	Audited 31.12.2015
ASSETS			
Non-current assets:			
Property, plant and equipment	297 994	284 283	293 243
Intangible assets	5	6	24
Prepaid construction cost	52 731	17 134	
Total non-current assets	350 730	301 423	293 267
Current assets:			
Accounts receivable	580	30	5 599
Other current assets	704	1 228	4 971
Cash and cash equivalents	97 297	35 173	56 692
Total current assets	98 581	36 431	67 262
TOTAL ASSETS	449 311	337 854	360 529
EQUITY AND LIABILITIES			
Equity:			
Issued capital	123 246	123 246	144 068
Share premium			22 941
Retained losses	-31 245	-31 245	
Uncovered losses	-99 216		
Currency translation reserve			-45 391
Total equity	-7 215	92 001	121 617
Non-current liabilities:			
Shareholder loans	181 530	140 576	130 432
Other interest-bearing debt	258 164	98 257	102 212
Prepayments customers	3 595	632	
Total long-term liabilities	443 289	239 465	232 644
Current liabilities:			
Accounts payable	2 444	955	427
Other current liabilities	10 793	5 433	5 841
Total current liabilities	13 237	6 388	6 268
Total liabilities	456 526	245 853	238 912
TOTAL EQUITY AND LIABILITIES	449 311	337 854	360 529

Cash flow statement

	Un-audited Q4- 2017	Un-audited Q4- 2016	Audited 2016	Un-audited 12M- 2017
In USD 1,000'				
Net profit/(loss)	-26 500	-26 893	-29 616	-99 216
Depreciation	3 807	3 973	15 121	15 227
Unrealized foreign exchange differences related to cash and financing activities	9 018	14 460	-10 030	36 731
Net interest	11 583	6 084	24 308	36 932
Changes in working capital	-2 906	1 058	9 433	4 972
Net cash from operating activities	-4 999	-1 318	9 216	-5 354
Cash flow from investing activities				
Prepayment Upgrade of Haven- Lamprell	-35 597	-17 134	-17 134	-35 597
Prepayment from customer	764	489	632	2 963
Acquisition of fixed assets	-7 735	-1 689	-6 136	-28 938
Interest received	240	11	27	492
Net cash from investing activities	-42 327	-18 323	-23 301	-61 080
Cash flow from financing activities				
Repayment of debt	-	-	-	-
Proceeds from debt	9 224	-	-	160 396
Interest paid	-11 823	-6 095	-7 218	-37 424
Net cash from financing activities	-2 599	-6 095	-7 218	122 973
Net change in cash and cash equivalents	-49 925	-25 736	-20 616	56 539
Net foreign exchange differences	-530	410	-903	5 585
Cash and cash equivalents, opening balance	147 752	60 499	56 692	35 173
Cash and cash equivalents, closing balance	97 297	35 173	35 173	97 297

Project

- On time – on budget
- No LTI's
- New leg sections and Suction Caissons being installed
- Estimated completion of upgrade project remain early 2Q, 2018 – in line with previous guiding.
- Planned sailaway to field June 2018





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