



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 818 450 842
Organisasjonsform: Aksjeselskap
Foretaksnavn: MAERSK INSPIRER OPERATIONS AS
Forretningsadresse: Moseidveien 19
4033 STAVANGER

Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

Konsern

Morselskap i konsern: 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: Karthika Mohan
Dato for fastsettelse av årsregnskapet: 08.10.2021

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, 15.09.2022



Resultatregnskap

| Beløp i: NOK | Note | 2020 | 2019 |
|---|-------------|--------------------|-------------------|
| RESULTATREGNSKAP | | | |
| Inntekter | | | |
| Other operating income | | 80 730 993 | 61 809 057 |
| Sum inntekter | | 80 730 993 | 61 809 057 |
| Kostnader | | | |
| Personnel expenses | 5 | | |
| Other operating expenses | 2, 5, 13 | 77 541 941 | 59 067 238 |
| Sum kostnader | | 77 541 941 | 59 067 238 |
| Driftsresultat | | 3 189 053 | 2 741 819 |
| Finansinntekter og finanskostnader | | | |
| Annen renteinntekt | | 58 554 | 402 478 |
| Other financial income | | 9 599 096 | 3 963 224 |
| Sum finansinntekter | | 9 657 650 | 4 365 702 |
| Annen rentekostnad | | 657 319 | 230 607 |
| Other financial expenses | | 25 440 405 | 5 022 882 |
| Sum finanskostnader | | 26 097 724 | 5 253 489 |
| Netto finans | | -16 440 073 | -887 787 |
| Ordinært resultat før skattekostnad | | -13 251 021 | 1 854 032 |
| Income taxes | 3 | -2 914 760 | 407 888 |
| Ordinært resultat etter skattekostnad | | -10 336 260 | 1 446 145 |
| Årsresultat | 4 | -10 336 260 | 1 446 145 |
| Årsresultat etter minoritetsinteresser | | -10 336 260 | 1 446 145 |
| Totalresultat | | -10 336 260 | 1 446 145 |
| Overføringer og disponeringer | | | |
| Total distributed | | -10 336 260 | 1 446 145 |



Resultatregnskap

| Beløp i: NOK | Note | 2020 | 2019 |
|-----------------------------------|-------------|-------------|-------------|
| Sum overføringer og disponeringer | | -10 336 260 | 1 446 145 |



Balanse

| Beløp i: NOK | Note | 2020 | 2019 |
|--|-----------------|--------------------|--------------------|
| BALANSE - EIENDELER | | | |
| Anleggsmidler | | | |
| Immaterielle eiendeler | | | |
| Utsatt skattefordel | 3 | 2 625 796 | |
| Sum immaterielle eiendeler | | 2 625 796 | |
| Sum anleggsmidler | | 2 625 796 | 0 |
| Omløpsmidler | | | |
| Varer | | | |
| Fordringer | | | |
| Accounts receivable | 5, 12 | 975 109 | 96 359 391 |
| Other current receivables | 1, 5, 11, 12 | 215 220 792 | 41 153 460 |
| Krav på innbetaling av selskapskapital | 1, 5, 11 | 109 389 371 | 35 865 665 |
| Sum fordringer | 9 | 325 585 272 | 173 378 516 |
| Bankinnskudd, kontanter og lignende | | | |
| Cash and bank deposits | 7 | 1 482 772 | 1 688 601 |
| Sum bankinnskudd, kontanter og lignende | | 1 482 772 | 1 688 601 |
| Sum omløpsmidler | | 327 068 044 | 175 067 117 |
| SUM EIENDELER | | 329 693 840 | 175 067 117 |
| BALANSE - EGENKAPITAL OG GJELD | | | |
| Egenkapital | | | |
| Innskutt egenkapital | | | |
| Share capital | | 100 000 | 100 000 |
| Sum innskutt egenkapital | | 100 000 | 100 000 |
| Opptjent egenkapital | | | |



Balanse

| Beløp i: NOK | Note | 2020 | 2019 |
|---------------------------------|-------------|--------------------|--------------------|
| Other equity | 4 | -9 311 750 | 1 024 511 |
| Sum opptjent egenkapital | | -9 311 750 | 1 024 511 |
| Sum egenkapital | 4 | -9 211 751 | 1 124 511 |
| Sum langsiktig gjeld | | 0 | 0 |
| Kortsiktig gjeld | | | |
| Leverandørgjeld | 5 | 289 714 628 | 160 092 722 |
| Tax payable | 3 | | 288 965 |
| Public duties payable | | 2 352 566 | 2 250 630 |
| Other current liabilities | 5 | 46 838 397 | 11 310 289 |
| Sum kortsiktig gjeld | 9 | 338 905 591 | 173 942 607 |
| Sum gjeld | | 338 905 591 | 173 942 607 |
| SUM EGENKAPITAL OG GJELD | | 329 693 840 | 175 067 117 |



Skatteetaten

| | | |
|-------------------------------|--|--|
| Vår dato 19.03.2019 | Din/Deres dato 02.01.2019 | Saksbehandler Henning Stokke |
| 800 80 000 Skatteetaten.no | Din/Deres referanse Toril T L Olufsen | Telefon 800 80 000 |
| Org.nr 974761076 | Vår referanse 2019/5218675 | Postadresse Postboks 9200 Grønland 0134 OSLO |

MAERSK DRILLING NORGE AS
Postboks 134 Forus
4065 STAVANGER

Tillatelse til å utarbeide årsberetning og årsregnskap på engelsk språk

Vi viser til deres brev av 2. januar 2019 hvor dere søker om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper:

| | |
|-------------|---------------------------------|
| 818 450 842 | Maersk Inspirer Operations AS |
| 921 695 365 | Maersk Integrator Operations AS |
| 921 695 330 | Maersk Intrepid Operations AS |
| 921 289 510 | Maersk Reacher Operations AS |

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering de ovennevnte selskaper 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

Fra søknaden gjengis:

Selskapene er norske aksjeselskap. Selskapene er heleide datterselskap av det danske selskapet Maersk Drilling A/S, cvr-nummer 32673821, og selskapenes styremedlemmer er utenlandske.

Konsernet utarbeider konsernregnskap på engelsk og det er også ønskelig ut fra et konsolideringshensyn å kunne utarbeide årsregnskap og årsberetning kun på engelsk slik at konsernet dermed har et felles regnskapsspråk.

Selskapene driver virksomhet innen olje- og gassbransjen. Olje- og gassbransjen er en internasjonal bransje hvor den daglige kommunikasjonen tradisjonelt alltid har foregått på engelsk.

Selskapenes kundekrets består i det vesentlige av utenlandske aktører og alle kontrakter inngås på engelsk. Engelsk er arbeidsspråk i all kommunikasjon både konserninternt og eksternt for å sikre at brukerne mottar den samme informasjonen.

**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 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 datterselskaper av et utenlandsk selskap. Videre er det vektlagt at selskapene opererer innen en bransje der engelsk er bransjespråket og at konsermspråket er engelsk. I tillegg har øvrige konsermselskaper tidligere fått dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Torstein Kinden Helleland
seniorrådgiver
Juridisk avdeling
Skattedirektoratet

Henning Stokke

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.



To the General Meeting of Maersk Inspirer Operations AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Maersk Inspirer Operations AS, which comprise the balance sheet as at 31 December 2020, the profit and loss statement, 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 accompanying financial statements are prepared in accordance with law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2020, and its financial performance 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 as required by laws and regulations, 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

Management is responsible for the other information. The other information comprises information in the annual report, except the financial statements and our auditor's report thereon.

Our opinion on 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.

*PricewaterhouseCoopers AS, Kanalsletta 8, Postboks 8017, NO-4068 Stavanger
T: 02316, org. no.: 987 009 713 VAT, www.pwc.no
State authorised public accountants, members of The Norwegian Institute of Public Accountants, and
authorised accounting firm*



Independent Auditor's Report - Maersk Inspirer Operations AS



Responsibilities of the Board of Directors and the Managing Director for the Financial Statements

The Board of Directors and the Managing Director (management) are responsible for the preparation in accordance with law and regulations, including a true and fair view 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. 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 laws, regulations, and auditing standards and practices generally accepted in Norway, including 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.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to <https://revisorforeningen.no/revisjonsberetninger>

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 and the going concern assumption 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 produce a proper and clearly set out registration and documentation of the Company's accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

(2)



Independent Auditor's Report - Maersk Inspirer Operations AS



Other Matters

The company's financial statements have been submitted after the expiry of the statutory time limit for preparation of financial statements.

This audit report replaces our previous audit report as of 1 september 2021, which was issued at the statutory deadline for holding the annual shareholders meeting. Complete annual financial statements and Board of Directors report were at this point in time not submitted by the Board of Directors and Managing Director.

Stavanger, 8 October 2021
PricewaterhouseCoopers AS

Gunnar Slettebø
State Authorised Public Accountant

(This document is signed electronically)



 Securely signed with Brevio

Revisjonsberetning

Signers:

| Name | Method | Date |
|------------------|---------------|------------------|
| Slettebø, Gunnar | BANKID | 2021-10-08 15:09 |

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- The electronic signatures. These are not visible in the document, but are electronically integrated.



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of the document.



Maersk Inspirer Operations AS

Statutory accounts 2020

(All figures in NOK)



Annual report 2020

MAERSK INSPIRER OPERATIONS AS is a Norwegian limited liability company that has prepared for a drilling operation for Repsol Norge AS during 2020.

Operation and employment

MAERSK INSPIRER OPERATIONS AS has performed project management services related to the preparation of the rig "MÆRSK INSPIRER", owned by Maersk North Sea Drilling A/S, which will be used to render drilling services to Repsol Norge AS under a contract with an initial duration of five years with option for five year extension. The project management services include managing upgrades and modifications of the rig. The rig has been located at Aker Solution AS' yard in Egersund since July 2018. On 29 December 2020, the rig left the yard and was jacked-up at the Yme field on 31 December 2020.

In May 2021, "MÆRSK INSPIRER" was sold to a third party in a deal that includes the transfer of 60 employees. As a result of this transaction, the duration of the drilling contract has been reduced to 18 months.

The COVID-19 pandemic continues to be a challenge with the travel constraints imposed by the countries on movement of people. The pandemic is still affecting major parts of the world combined with the uncertainty of how long it will last, its lasting consequences to the business are still hard to predict.

Travel constraints have been a major challenge in 2020 with some supply chain challenges due to the restrictions imposed. The Company assumes that the pandemic will not affect the income outlook in the short term, not the value of its assets (which are comprised primarily of receivables), liabilities and provisions, however these assumptions are associated with great uncertainty.

The financial statement is prepared under the assumption of going concern. The Board of Directors confirms the conditions are present.

Employees and working environment (internal)

Our yearly HSE culture campaign, CAKE; is established through good discussions and input during the annual HSE seminar arranged in the autumn the previous year. The participants are representatives from both the employees and employer's side. In 2020 the CAKE sessions were aligned with the operator's quarterly HSE focus areas (via Norwegian Oil and Gas). In addition, the corporate HSSE strategies and campaigns, assessment of MDN statistics from previous years, signals from the authorities and input from offshore personnel formed the basis for the topics.

In 2020 there were 0 lost time incidents (LTI), 0 medical treatment cases (MTC) and 0 restricted work cases (RWC). There were 2 dropped objects > 40 J registered.

"MÆRSK INSPIRER" had an average sickness absence rate of 8,81% in 2020.



Outer environment (external)

The management system complies with the ISO 14001 standard, which is an important tool to improve the environment and to strengthen reputation.

Maersk Drilling is continuing the Zero-philosophy concerning external emissions. "MÆRSK INSPIRER" had no reportable discharges in 2020.

Financials

This year's operating result is a profit of NOK 3 189 053, and income before tax is a loss of NOK 13 251 021. The net income is a loss of NOK 10 336 260.

Cash flow from operating activities was a net outflow of NOK 205 829 (a net inflow of NOK 575 960 in 2019). The deviation between the operating income and the cash flow from operating activities is in part due to an increase in working capital of NOK 12 756 227 (this amount is the net change in trade receivables and payable, and other working capital balances). Current liabilities are NOK 338 905 591 which equates to 103% of total equity and liabilities. In 2019, this percentage was 99%. The equity ratio is negative 3% from positive 1% in 2019.

The company assesses the financial risk continuously, but considers the risk low due to the following reasons:

- Market risk: The management and bareboat rental agreements made by the entity are linked to the existing contracts, and will be cancelled if the operation is reduced/terminated.
- Credit risk: All customers are evaluated individually, and measures are made if their financial strength is unsatisfactory. The credit risk is considered low since the customers are large oil&gas companies with good credit rating.
- Liquidity: The company has no capital tied up in long term investments. The company is a member of a group cash pool arrangement.
- Currency risk: All customer agreements are made with revenue in both USD and NOK to reduce currency risk.

The Company's equity ratio is negative 3% which is unsatisfactory. The Board considers to propose a capital injection to strengthen the Company's financial position, a decision will be made when the rig sale is completed and the Company has considered next steps. In the meantime, the Company has access to sufficient internal funding resources to sustain its operation.

The Board affirms that the company's financial statement represents a true picture of the situation.

8 October 2021

The Board of MAERSK INSPIRER OPERATIONS AS

DocuSigned by:
Bachmann, Claus <claus.bachmann@maerskdrilling.com>
96E4ECA2585140B...
Claus Bachmann
Chairperson of the Board

DocuSigned by:
Jakob Korsgaard
7959C2F7EC67403...
Jakob Korsgaard
Member of the Board

DocuSigned by:
Swane, Nikolaj <nikolaj.swane@maersk>
103B2958BABB47D...
Nikolaj Svane
Member of the Board

DocuSigned by:
Remmert, Jaap Diederik Karel <Jaap.1>
F34442D70FC846E...
Jaap Diederik Karel Remmert
Managing Director



Maersk Inspirer Operations AS

Financial statement 2020

Profit and Loss statement (All figures in NOK)

| | Note | 2020 | 2019 |
|---|----------|--------------------|-------------------|
| Operating income and expenses | | | |
| Other operating income | | 80 730 993 | 61 809 057 |
| Total operating income | | 80 730 993 | 61 809 057 |
| Other operating expenses | 2, 5, 13 | 77 541 941 | 59 067 238 |
| Total operating expenses | | 77 541 941 | 59 067 238 |
| Operating result | | 3 189 053 | 2 741 819 |
| Financial income and expenses | | | |
| Interest income | | 58 554 | 402 478 |
| Other financial income | | 9 599 096 | 3 963 224 |
| Interest expenses | | 657 319 | 230 607 |
| Other financial expenses | | 25 440 405 | 5 022 882 |
| Net financial items | | -16 440 073 | -887 787 |
| Result before tax | | -13 251 021 | 1 854 032 |
| Income taxes | 3 | -2 914 760 | 407 888 |
| Net result | | -10 336 260 | 1 446 145 |
| Net result | 4 | -10 336 260 | 1 446 145 |
| Net result for the year is distributed as follows: | | | |
| Transferred to/from other equity | | -10 336 260 | 1 446 145 |
| Total distributed | | -10 336 260 | 1 446 145 |



Maersk Inspirer Operations AS

Financial statement 2020

Balance sheet (All figures in NOK)

| | Note | 2020 | 2019 |
|-------------------------------------|--------------|--------------------|--------------------|
| Assets | | | |
| Intangible assets | | | |
| Deferred tax assets | 3 | 2 625 796 | 0 |
| Total intangible assets | | 2 625 796 | 0 |
| Current assets | | | |
| Receivables | | | |
| Accounts receivable | 5, 12 | 975 109 | 96 359 391 |
| Other current receivables | 1, 5, 11, 12 | 215 220 792 | 41 153 460 |
| Intercompany receivable (cash pool) | 1, 5, 11 | 109 389 371 | 35 865 665 |
| Total receivables | 9 | 325 585 272 | 173 378 516 |
| Cash and bank deposits | 7 | 1 482 772 | 1 688 601 |
| Total current assets | | 327 068 044 | 175 067 117 |
| Total assets | | 329 693 840 | 175 067 117 |



Maersk Inspirer Operations AS





Financial statement 2020

Balance sheet (All figures in NOK)

| | Note | 2020 | 2019 |
|-------------------------------------|------|--------------------|--------------------|
| Equity and liabilities | | | |
| Equity | | | |
| Share capital | | 100 000 | 100 000 |
| Total share capital | | 100 000 | 100 000 |
| Other equity | 4 | -9 311 750 | 1 024 511 |
| Total other equity | | -9 311 750 | 1 024 511 |
| Total equity | 4 | -9 211 751 | 1 124 511 |
| Liabilities | | | |
| Current liabilities | | | |
| Trade payables | 5 | 289 714 628 | 160 092 722 |
| Tax payable | 3 | 0 | 288 965 |
| Public duties payable | | 2 352 566 | 2 250 630 |
| Other current liabilities | 5 | 46 838 397 | 11 310 289 |
| Total current liabilities | 9 | 338 905 591 | 173 942 607 |
| Total liabilities | | 338 905 591 | 173 942 607 |
| Total equity and liabilities | | 329 693 840 | 175 067 117 |

8 October 2021

The Board of MAERSK INSPIRER OPERATIONS AS

| | |
|--|---|
| <p>DocuSigned by:  96E4ECA2585140B... Claus Bachmann Chairperson of the Board</p> | <p>DocuSigned by:  40382858BA6847D... Nikolaj Svane Member of the Board</p> |
| <p>DocuSigned by:  7959C2F7EC67403... Jakob Korsgaard Member of the Board</p> | <p>DocuSigned by:  F34442D70FC846F... Jaap Diederik Karel Remmert Managing Director</p> |



Indirect cash flow

Maersk Inspirer Operations AS

| | Note | 2020 | 2019 |
|---|------|------------------|------------------|
| Cash flows from operating activities | | | |
| Profit/loss before tax | | -13 251 021 | 1 854 032 |
| Taxes paid | | 288 965 | 0 |
| Change in trade receivables and trade payables | | 225 006 188 | -51 472 417 |
| Change in other balance sheet items | | -212 249 961 | 50 194 345 |
| Net cash flows from operating activities | | -205 829 | 575 960 |
| Cash flows from investment activities | | | |
| Net cash flows from investment activities | | 0 | 0 |
| Cash flows from financing activities | | | |
| Net cash flows from financing activities | | 0 | 0 |
| Net change in cash and cash equivalents | | -205 829 | 575 960 |
| Cash and cash equivalents at the start of the period | | 1 688 601 | 1 112 641 |
| Cash and cash equivalents at the end of the period | | 1 482 772 | 1 688 601 |



Note 1 - Accounting principles

The Financial Statement is comprised of the profit and loss statement, balance sheet, cash flow statement and note disclosures and has been prepared in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway per 31 December 2020.

The Financial Statement is based on the principles of historical cost, comparability, continued operation, prudence and the all-inclusive income concept. Transactions are recorded and measured at the value of the consideration at the time of the transaction. Revenue is recognized when earned and expenses are recognized based on the matching principle.

Assets and liabilities

Assets/liabilities related to the business cycle and items that are due for payment within one year after balance sheet date are classified as current assets/liabilities. Current assets (liabilities) are measured at the lower (higher) of cost and market value. Market value is defined as the estimated sales value less selling costs. Other assets are classified as fixed assets.

Income tax

Income tax in the profit and loss statement includes both payable tax for the period and change in deferred taxes. Deferred tax is calculated as 22 percent (31 December 2020) of the temporary differences between accounting and tax values and tax losses brought forward at year-end.

Pension

An annual premium is paid to state defined contribution for employees according to applicable law. The premium is expenses when incurred.

Revenue recognition

The Company has entered into a EPCI contract and a drilling/production contract with Repsol Norge AS.

During the modification phase, the Company is responsible for the project management of the modifications, whereas the actual performance of the engineering, procurement, construction and installation work is ultimately under Repsol Norge AS' risks and responsibilities. All costs under the EPCI agreement are fully reimbursable.

During the drilling/production phase, all costs are fully reimbursable except for certain defined cost elements in relation to the base running of the rig and during drilling operations which have been fixed in two fixed daily rates. The drilling/production phase is estimated to start 2022. Day rates will be recognized when the service is performed.

The Company's current revenues are comprised of a handling fee from Repsol Norge AS and service fee from Maersk North Sea Drilling A/S. The fees from Repsol Norge AS relate to project management of the modifications under the EPCI contract. The fees from Maersk North Sea Drilling A/S relate to management of preserving and maintaining the rig MÆRSK INSPIRER in stacked state and rig certification assistance.

The Company has subcontracted the project management of the modifications under the EPCI contract to Maersk Drilling A/S. All payments from Repsol Norge AS related to these services, are reflected as "Other operating expenses" except the profit element which is reflected as "Other operating income".

Currency

The Company's functional currency is USD, but it uses NOK as accounting currency with reference to the Accounting Act § 3-4. Presentation currency is NOK. Transactions in foreign currencies (those other than the accounting currency) are translated at the foreign exchange rate at the transaction date. Monetary assets



and liabilities denominated in foreign currency are translated at the exchange rate at the balance sheet date.

Cash flow statement

The cash flow statement is prepared using the indirect method.

Leases

The Company intends to rent MÆRSK INSPIRER under a bareboat charter agreement once the drilling/production phase starts. The charter rates will be set in accordance with the arm's length standard. Bareboat charter, and other leases, will be treated as operating leases for accounting purposes and thus expensed when incurred.

Cash pool

The Company's bank accounts are part of a group accounting system where excess cash is collected by the parent company in Denmark. The Company has a receivable of NOK 109 389 371 in the cash pool.

Corresponding figures

When necessary, corresponding figures from previous financial statements has been adjusted in accordance to changes made in the presentation of the current year.



Note 2 - Personnel expenses

| | 2020 | 2019 |
|----------------------------------|--------------------|--------------------|
| Salaries and wages | 25 702 291 | 11 565 792 |
| Payroll tax (Arbeidsgiveravgift) | 1 692 728 | 2 792 677 |
| Pension contributions | 4 227 299 | 8 240 432 |
| Other benefits | 60 934 | |
| Hired personnel | 93 042 652 | 90 408 816 |
| Total personnel expenses | 124 725 904 | 113 007 717 |

Average number of employees and hired personnel 78 71

Directors and executives receive no direct compensation from the Company.

Personnel expenses are reimbursed by Repsol Norge AS, and are classified as "Other operating expenses" in the profit and loss statement, consistently with how the reimbursement payments from Repsol Norge AS are classified. Refer to Accounting Principles - Revenue Recognition - for further explanation.

Auditor

Audit fees for 2020 amount to NOK 103 274 exclusive of VAT.

Audit fees are comprised of:

| | |
|-------------------------|----------------|
| Statutory audit | 95 000 |
| Technical assistance | 8 274 |
| Total audit fees | 103 274 |

Note 3 - Income Taxes

| | 2020 | 2019 |
|--|--------------------|------------------|
| Tax payables is calculated as follows: | | |
| Profit before tax | -13 251 021 | 1 854 032 |
| Permanent differences | 2 111 | 0 |
| Utilisation of loss carried forward | 0 | -540 557 |
| Taxable income | -13 248 910 | 1 313 475 |
| Tax payable in balance sheet | | |
| Tax payables on taxable income (22% / 22%) | -288 965 | 288 965 |
| Tax payable | -288 965 | 288 965 |
| Tax expense in income statement: | | |
| Tax payable on profit for the year | -288 965 | 288 965 |
| Changes in deferred tax | -2 625 796 | 118 923 |
| Income tax expense for the year | -2 914 760 | 407 888 |
| Recognized deferred tax assets and liabilities: | | |
| Loss carried forward | 11 935 435 | 0 |
| Total temporary differences | 11 935 435 | 0 |
| Basis deferred tax asset | 11 935 435 | 0 |
| Deferred tax asset (liability) | -2 625 796 | 0 |
| Effective tax rate reconciliation: | | |
| 22% of profit before tax | -2 915 224 | 407 888 |
| 22% of permanent differences | 464 | 0 |
| Income tax expense for the year | -2 914 760 | 407 888 |

The Company is claiming a tax refund according to the General Tax Act § 16-61.



Note 4 - Equity and shareholder information

| | Share capital | Other equity | Total |
|-----------------------------|----------------|-------------------|-------------------|
| Equity at 31.12.2019 | 100 000 | 1 024 511 | 1 124 511 |
| Net profit for the year | | -10 336 260 | -10 336 260 |
| Equity at 31.12.2020 | 100 000 | -9 311 750 | -9 211 751 |

Share capital and shareholder information:

Maersk Inspirer Operations AS is a wholly owned subsidiary of Maersk Drilling A/S in Denmark.

The total share capital is NOK 100 000 and is comprised of 100 shares with a nominal value of NOK 1 000.

Note 5 - Transaction with related parties

| Associated companies in the group | Ownership |
|-----------------------------------|-----------|
| Maersk Drilling A/S | 100% |

Other related parties

Maersk Drilling North Sea A/S
Maersk Drilling Norge AS

Transactions with associated companies

The Company has made several different transactions with associated companies. All transactions are conducted as part of the ordinary activities and arm's length prices. The most significant transactions are:

Maersk Drilling North Sea A/S
Management fee NOK 77 544 151 (revenue)

Maersk Drilling Norge AS
Personnel cost NOK 93 042 652
Management fee NOK 27 182 152 (cost)

The balance sheet includes the following amounts as a result of transactions with associated companies:

| | 2020 | 2019 |
|----------------------|-------------|------------|
| Internal receivables | 10 074 842 | 59 881 457 |
| Cash pool advance | 109 389 371 | 35 865 665 |
| Internal payables | 31 760 693 | 24 428 885 |

Note 6 - Operating segments

The main business area for the Group is operation and management of mobile offshore units/installations and associated services.

Note 7 - Cash and bank deposits

NOK 1 482 772 of the bank deposits are restricted cash related to tax deduction for employees.



Note 8 - Financial market risk

The Company assesses the financial risk continuously, but considers the risk low due to the following reasons:

- **Market risk:** The management and bareboat rental agreements made by the entity are linked to the existing contracts, and will be cancelled if the operation is reduced/terminated.
- **Credit risk:** All customers are evaluated individually, and measures are made if their financial strength is unsatisfactory. The credit risk is considered low since the customers are large oil & gas companies with good credit rating.
- **Liquidity:** The Company has no capital tied up in long term investments. The Company is a member of a group cash pool arrangement.
- **Currency risk:** All customer agreements are made with revenue in both USD and NOK to reduce currency risk.

Note 9 - Assets and Liabilities

The Company has no receivables or liabilities with due date later than one year.

Note 10 - Loan security and guarantees

The Company has no loan security and guarantees as of today.



Note 11 - Cash pool

The Company's bank accounts are part of a group accounting system where excess cash is collected by the parent company in Denmark. The Company has a bank deposit of NOK 109 389 370 in the cash pool arrangement.

The company has the following credit limits as a member of the group cash pool arrangement:

- DKK 10 500 000
- EUR 500 000
- NOK 60 000 000
- USD 500 000

Note 12 - Accounts receivable

| | <u>2020</u> | <u>2019</u> |
|---------------------|-------------|-------------|
| Accounts receivable | 975 109 | 96 359 391 |
| Other receivables | 215 220 792 | 41 153 460 |

Note 13 - Leases

The Company intends to lease MÆRSK INSPIRER under a bareboat charter agreement in relation with a drilling contract scheduled to start 2022. The duration of the charter agreement is expected to be 18 months.

Note 14 - Subsequent events

In May 2021, "MÆRSK INSPIRER" was sold to a third party in a deal that includes the transfer of 60 employees. As a result of this transaction, the duration of the drilling contract has been reduced to 18 months.

The global outbreak of COVID-19 continues to have negative implications for the Company's activities and profitability in 2021. The main risks are related to the access of new drilling contracts, increased personnel expenses, and delays in the deliveries of equipment, spare parts and subcontractor services.