



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2023 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 993 279 986
Organisasjonsform: Aksjeselskap
Foretaksnavn: BW FLEET MANAGEMENT AS
Forretningsadresse: Karenslyst allé 6
0278 OSLO

Regnskapsår

Årsregnskapets periode: 01.01.2023 - 31.12.2023

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: Yining Feng
Dato for fastsettelse av årsregnskapet: 28.06.2024

Grunnlag for avgivelse

År 2023: Årsregnskapet er elektronisk innlevert
År 2022: Tall er hentet fra elektronisk innlevert årsregnskap fra 2023

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, 25.06.2025



Resultatregnskap

Beløp i: NOK	Note	2023	2022
RESULTATREGNSKAP			
Inntekter			
Operating revenue	5	148 983 318	97 140 604
Sum inntekter		148 983 318	97 140 604
Kostnader			
Endring i beholdning av varer under tilvirkning og ferdig tilvirkede varer		15 365 041	6 673 383
Maintanance & repair		47 800 052	31 463 699
Other operating expenses	6, 7	76 975 228	52 073 600
Sum kostnader		140 140 321	90 210 682
Driftsresultat		8 842 997	6 929 922
Finansinntekter og finanskostnader			
Annen renteinntekt		11 720 243	975 306
Exchange gain / (loss)	8	15 221 734	-3 081 901
Sum finansinntekter		26 941 977	-2 106 595
Other financial expenses		420 416	290 578
Sum finanskostnader		420 416	290 578
Netto finans		26 521 561	-2 397 173
Ordinært resultat før skattekostnad		35 364 558	4 532 749
Income tax	4	2 578 751	800 595
Ordinært resultat etter skattekostnad		32 785 807	3 732 154
Presumptive tax		8 400 551	7 574 609
Årsresultat		24 385 256	-3 842 455
Årsresultat etter minoritetsinteresser		24 385 256	-3 842 455
Totalresultat		24 385 256	-3 842 455
Overføringer og disponeringer			



Resultatregnskap

Beløp i: NOK	Note	2023	2022
Transferred from/to other equity	2	24 385 256	-3 842 455
Sum overføringer og disponeringer		24 385 256	-3 842 455



Balanse

Beløp i: NOK	Note	2023	2022
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel		125 830	157 288
Sum immaterielle eiendeler		125 830	157 288
Sum anleggsmidler		125 830	157 288
Omløpsmidler			
Varer			
Fordringer			
Non interest-bearing receivables	1	1 629 601 874	1 278 592 170
Sum fordringer		1 629 601 874	1 278 592 170
Bankinnskudd, kontanter og lignende			
Cash	9	445 910 383	363 714 465
Sum bankinnskudd, kontanter og lignende		445 910 383	363 714 465
Sum omløpsmidler		2 075 512 257	1 642 306 634
SUM EIENDELER		2 075 638 087	1 642 463 923
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	2, 3	200 000	200 000
Overkurs	2	5 328 922	5 328 922
Sum innskutt egenkapital		5 528 922	5 528 922
Opptjent egenkapital			
Other equity	2	32 325 683	7 940 427
Result brought forward (aut)			
Sum opptjent egenkapital		32 325 683	7 940 427



Balanse

Beløp i: NOK	Note	2023	2022
Sum egenkapital		37 854 605	13 469 349
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Other long term liability		23 359 664	19 160 276
Sum annen langsiktig gjeld		23 359 664	19 160 276
Sum langsiktig gjeld		23 359 664	19 160 276
Kortsiktig gjeld			
Tax payable		2 547 293	957 883
Public duties payable		-43 360	218 451
Other non interest-bearing debt	1	2 011 919 885	1 608 657 964
Sum kortsiktig gjeld		2 014 423 818	1 609 834 298
Sum gjeld		2 037 783 482	1 628 994 574
SUM EGENKAPITAL OG GJELD		2 075 638 087	1 642 463 923



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2023 - GENERELL INFORMASJON

Journalnummer: 2024 619600

Enheten

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Organisasjonsform: Aksjeselskap
Foretaksnavn: BW FLEET MANAGEMENT AS
Forretningsadresse: Karenslyst allé 6
0278 OSLO

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årsregnskapet til selskapet: Regnskapslovens alminnelige regler

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Bekreftet av representant for selskapet: Yining Feng
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Brønnøysundregistrene, 13.07.2024



Organisasjonsnr: 993 279 986
BW FLEET MANAGEMENT AS

RESULTATREGNSKAP

Beløp i: NOK	Note	2023	2022
RESULTATREGNSKAP			
Inntekter			
Operating revenue	5	148 983 318	97 140 604
Sum inntekter		148 983 318	97 140 604
Kostnader			
Endring i beholdning av varer under tilvirkning og ferdig tilvirkede varer		15 365 041	6 673 383
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Exchange gain / (loss)	8	15 221 734	-3 081 901
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Ordinært resultat før skattekostnad			
Income tax	4	2 578 751	800 595
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Presumptive tax		8 400 551	7 574 609
Årsresultat		24 385 256	-3 842 455
Årsresultat etter minoritetsinteresser		24 385 256	-3 842 455
Totalresultat		24 385 256	-3 842 455
Overføringer og disponeringer			
Transferred from/to other equity	2	24 385 256	-3 842 455
Sum overføringer og disponeringer		24 385 256	-3 842 455



Organisasjonsnr: 993 279 986
BW FLEET MANAGEMENT AS

BALANSE

Beløp i: NOK

Note	2023	2022
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BALANSE - EIENDELER

Anleggsmidler

Immaterielle eiendeler

Utsatt skattefordel	125 830	157 288
Sum immaterielle eiendeler	125 830	157 288

Sum anleggsmidler	125 830	157 288
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Omløpsmidler

Varer

Fordringer

Non interest-bearing

receivables	1	1 629 601 874	1 278 592 170
Sum fordringer		1 629 601 874	1 278 592 170

Bankinnskudd, kontanter

og lignende

Cash	9	445 910 383	363 714 465
Sum bankinnskudd,		445 910 383	363 714 465
kontanter og lignende			

Sum omløpsmidler		2 075 512 257	1 642 306 634
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SUM EIENDELER		2 075 638 087	1 642 463 923
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BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	2, 3	200 000	200 000
Overkurs	2	5 328 922	5 328 922
Sum innskutt egenkapital		5 528 922	5 528 922

Sum innskutt egenkapital		5 528 922	5 528 922
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Opptjent egenkapital

Other equity

Result brought forward	2	32 325 683	7 940 427
(aut)			
Sum opptjent egenkapital		32 325 683	7 940 427

Sum egenkapital		37 854 605	13 469 349
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Gjeld

Langsiktig gjeld

Annen langsiktig gjeld

Other long term liability		23 359 664	19 160 276
Sum annen langsiktig gjeld		23 359 664	19 160 276

Sum annen langsiktig gjeld		23 359 664	19 160 276
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Sum langsiktig gjeld		23 359 664	19 160 276
Kortsiktig gjeld			
Tax payable		2 547 293	957 883
Public duties payable		-43 360	218 451
Other non interest-bearing debt	1	2 011 919 885	1 608 657 964
Sum kortsiktig gjeld		2 014 423 818	1 609 834 298
Sum gjeld		2 037 783 482	1 628 994 574
SUM EGENKAPITAL OG GJELD		2 075 638 087	1 642 463 923



Organisasjonsnr: 993 279 986
BW FLEET MANAGEMENT AS

NOTEOPPLYSNINGER - SELSKAP - alle poster oppgitt i hele tall

Note
6

Antall årsverk i regnskapsåret
0.00

Sum Beløp

Balanseført verdi 31.12. Varige driftsmidler Immaterielle eiend.

Konsernregnskap

Morselskapet sitt navn

Forretningskontor for morselskapet

Begrunnelse for at datterselskap er utelatt fra konsolideringen

Samlet beløp - tilknyttet selskap Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - felles kontrollert virksomhet Årets Fjorårets

Pantstillelse Beløp

Beholdning av egne aksjer Antall Pålydende Andel av aksjek.



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ANNUAL REPORT 2023 BW Fleet Management AS

Operations and location

The Company is engaged in providing technical management services to vessels. The registered office of the Company is in Oslo, Norway. The company is owned 100 % by BW LNG AS.

The Company established a branch in 2017, which is located in Karachi, Pakistan. The branch is managing the FSRU BW Integrity, and is considered a permanent establishment in Pakistan.

Going concern

Pursuant to section 4-5, confer section 3-3a of the Norwegian Accounting Act, it is hereby confirmed that the financial statements have been prepared under the assumption that the Company is a going concern and that the conditions are present.

Comments to the financial statements

BW Fleet Management AS' operating revenue increased from NOK 97,1 million in 2022 to NOK 149,0 million in 2023. Net profit for the year was NOK 32,8 million, compared to a net profit of NOK 3,7 million in 2022. The operating profit increased from a profit of NOK 6,9 million in 2022 to a profit of NOK 8,8 million in 2023. This is mainly due to USD interest income during the year.

BW Fleet Management AS had liquid reserves of NOK 446 million as at 31.12.2023, compared to NOK 363,7 million as at 31.12.2022. The Company's liquidity is considered good.

The Company's total assets at year-end 2023 amounted to NOK 2 076 million, compared to NOK 1 642,5 million at the previous year-end.

As of 1 January 2014, all employees of BW Fleet Management AS have been transferred to BW LNG AS with their present employment agreements and pension arrangements. There will be no change in the business model for BW Fleet Management AS and BW LNG AS after this change as BW Fleet Management AS will be the technical manager for the BW LNG fleet and BW LNG AS will be the management company in Norway for BW. BW Fleet Management AS will hire staff from BW LNG AS to perform the ship management services.

The Board of Directors believes that the financial statements give a fair and true presentation of the Company's assets, debt, financial position and results. The Board is not aware of any conditions after the year-end that are of significant importance for the evaluation of the Company's financial position.

Future challenges

The development of the Company's revenue is dependent upon the number of vessels and vessel-owning companies under the Company's management.

Risk factors

BW Fleet Management AS' revenue is in USD while expenses are mainly in NOK, this gives the Company a currency risk.

The Company provides services mainly to other group companies and associated companies and the risk for loss on receivables are considered to be low, as the group companies historically have fulfilled their obligations.

BW Group has purchased and maintains a Directors Liability Insurance on behalf of the members of the Board of Directors of the Company. The insurance policy is issued by a reputable insurer with an appropriate rating.



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Working environment and employees

The Company has no employees. The Board of Directors consists of 2 men and 1 woman (2022: 2 men and 1 woman). The Company's ambition is to exercise a better gender balance and has incorporated a policy aiming to avoid any discrimination.

External environment

The Company's operations do not result in pollution or spillage harmful to the external environment. No incidences or reporting of work related accidents resulting in significant material damage or personal injury occurred during the year.

Norwegian Transparency Act

The Company has prepared a report in compliance with the Norwegian Transparency Act, which was made available to the public on our website <https://bw-group.com/our-businesses/bw-lng/people> on 30 June 2023.

Allocation of net profit


The Board of Directors has proposed the net profit of BW Fleet Management AS of NOK 32,8 million to be transferred to retained earnings.

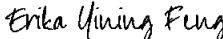
Oslo, 28.06.2024

The board of BW Fleet Management AS

DocuSigned by:

AC7CBED74BFF4FC...
Billy Chiu
Chairman of the board

DocuSigned by:

647E3C9307A24EE...
Helge Drange
Member of the board

DocuSigned by:

F74893B0B2474F9...
Erika Yining Feng
Member of the board



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INCOME STATEMENT

BW FLEET MANAGEMENT AS

Amounts in NOK

OPERATING REVENUE AND EXPENSES	Note	2023	2022
Operating revenue	5	148 983 318	97 140 604
Total operating revenue		148 983 318	97 140 604
Maintenance & repair		-47 800 052	-31 463 699
Insurance		-15 365 041	-6 673 383
Other operating expenses	6, 7	-76 975 228	-52 073 600
Total expenses		-140 140 321	-90 210 682
Operating gain		8 842 997	6 929 922
FINANCIAL INCOME AND EXPENSES			
Interest income		11 720 243	975 306
Exchange gain / (loss)	8	15 221 734	-3 081 901
Other financial expenses		-420 416	-290 578
Net financial items		26 521 561	-2 397 173
Profit before tax		35 364 558	4 532 749
Income tax	4	-2 578 751	-800 595
Net profit before Pakistan tax expense		32 785 807	3 732 154
Presumptive tax		-8 400 551	-7 574 609
Net profit / (loss)		24 385 256	-3 842 455
DISPOSALS AND TRANSFERS			
Transferred from/to other equity	2	24 385 256	-3 842 455
Total disposals and transfers		24 385 256	-3 842 455



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BALANCE SHEET

BW FLEET MANAGEMENT AS

ASSETS	Note	2023	2022
Deferred tax assets		125 830	157 288
Total intangible assets		125 830	157 288
Total non-current assets		125 830	157 288
CURRENT ASSETS			
RECEIVABLES			
Non interest-bearing receivables	1	1 629 601 874	1 278 592 170
Total receivables		1 629 601 874	1 278 592 170
Cash	9	445 910 383	363 714 465
Total current assets		2 075 512 257	1 642 306 634
TOTAL ASSETS		2 075 638 087	1 642 463 923



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BALANCE SHEET

BW FLEET MANAGEMENT AS


EQUITY AND LIABILITIES	Note	2023	2022
EQUITY			
PAID IN EQUITY			
Share capital	2, 3	200 000	200 000
Other paid in equity	2	5 328 922	5 328 922
Total paid in equity		5 528 922	5 528 922
RETAINED EARNINGS			
Other equity	2	32 325 683	7 940 427
Total retained earnings		32 325 683	7 940 427
Total equity		37 854 605	13 469 349
LIABILITIES			
LONG-TERM PROVISIONS			
Other long term liability		23 359 664	19 160 276
Total long-term provisions		23 359 664	19 160 276
CURRENT LIABILITIES			
Tax payable		2 547 293	957 883
Public duties payable		-43 360	218 451
Other non interest-bearing debt	1	2 011 919 885	1 608 657 964
Total current liabilities		2 014 423 818	1 609 834 298
Total liabilities		2 037 783 482	1 628 994 574
TOTAL EQUITY AND LIABILITIES		2 075 638 087	1 642 463 923

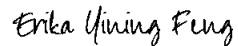
Oslo, 28.06.2024

The board of BW Fleet Management AS

DocuSigned by:

AC7CBED74BEE4FC
Billy Chiu
Chairman of the board

DocuSigned by:

647F11C907A245B
Helge Drange
Member of the board

DocuSigned by:

774669992474F0
Erika Yining Feng
Member of the board



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BW Fleet Management AS

CASH FLOW STATEMENT

Amounts in NOK

	2023	2022
CASH FLOW FROM OPERATING ACTIVITIES		
Net profit before tax	35 364 558	4 532 749
Adjustment for:		
Changes in short- term items	43 589 855	(70 447 243)
Provision for other long-term liabilities	4 199 388	5 229 290
Tax refund	(957 883)	-
Net cash flow from/ (used in) operating activities	82 195 918	(60 685 204)
Net change in cash and cash equivalents	82 195 918	(60 685 204)
Cash and cash equivalents as of 01.01	363 714 465	424 399 669
Cash and cash equivalents as of 31.12	445 910 383	363 714 465



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BW Fleet Management AS

Notes to the accounts of 2023

Accounting principles

The annual accounts have been prepared in compliance with the Accounting Act and generally accepted accounting principles in Norway. The accounting principles which are described below are applicable and accepted principles for companies owned by BW LNG Ltd.

The Company is incorporated and domiciled in Norway. The Company's main activity is to provide ship management services.

Revenue recognition

The revenues are booked at time of delivery. Services are booked at the time of the execution of the service. The proportion of the sales income that is related to future service performance is booked as a deferred income, and will be entered as income as deliveries are executed.

Classification and valuation of balance sheet items

Assets intended for long term ownership or use, have been classified as non-current assets.

Receivables are classified as current assets if they are to be repaid within one year after the transaction date. Assets that are linked to freight and chartering business have been classified as current assets. Similar criteria apply to liabilities.

Current assets are valued at the lower of purchase cost and net realisable value. Short-term liabilities are reflected in the balance sheet at nominal value on the establishment date.

Long-term liabilities in NOK, except other accruals, are reflected in the balance sheet at nominal value on the establishment date. Accruals are included at present value if the interest element is material.

Fixed assets and depreciations

Fixed assets are included at cost, reduced for accumulated depreciations and impairment charges. Fixed assets whose value will deteriorate are depreciated on a straight line basis over the estimated remaining useful economic life. When there are indicators of impairments of fixed assets, an assessment is made as to whether the value in use or net sales value is less than their book value. The value in use is estimated using the present value of projected future cash flows. Fixed assets are written down to the higher of net market value and value in use when both are less than the book value. An impairment loss recognised in prior years is reversed if the current estimated value in use is higher than at the time the impairment loss was recognised.

Foreign currency

Monetary assets and liabilities in foreign currencies are translated at the rate of exchange ruling at the balance sheet date.

Non monetary items that are measured in terms of historical cost in foreign currency are translated using the exchange rate at the date of the initial transaction. The USD/NOK exchange rate per 31 December 2023 is 10.2025, compared to 9.9066 per 31 December 2022.

Tax (outside the Norwegian tonnage tax regime)

The tax expense consists of tax payable and changes in deferred tax liability/asset. The enacted statutory tax rate in Norway is 22% for 2023. Deferred income tax is provided, using the liability method, on all temporary differences at the balance sheet date between the tax bases of assets and liabilities and their carrying value for financial reporting purposes, and including any tax losses carried forward. Tax increasing and reducing temporary differences that reverse or can reverse in the same periods and presented net. Deferred tax asset is recognised only when it is justified by estimated future profits. Deferred tax and deferred tax assets are presented net in the balance sheet.



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BW Fleet Management AS

Notes to the accounts of 2023

Note 1 Receivables and liabilities

	2023	2022
Non interest-bearing receivables*	1 629 601 874	1 278 592 170
Of this from related companies	1 578 441 085	1 277 672 293
Other non interest-bearing debt**	(2 011 919 885)	(1 608 657 964)
Of this to related companies	(1 878 318 677)	(1 583 945 553)

*Non-interest bearing receivables due from related parties are unsecured, interest free and repayable on demand.

**Non-interest bearing payable due to related parties are unsecured, interest free and repayable on demand.

Note 2 Equity

	Share capital	Other paid in equity	Other equity	Total
Equity at 01.01.2023, as previously reported	200 000	5 328 922	7 940 427	13 469 349
Profit for the year	-	-	24 385 256	24 385 256
Equity at 31.12.2023	<u>200 000</u>	<u>5 328 922</u>	<u>32 325 683</u>	<u>37 854 605</u>

Note 3 Share capital and shareholder information

The share capital is as follows:	Number of shares	Nominal value	Net book value
Ordinary shares	1	200 000	200 000

All shares have equal rights

List of shareholders pr 31.12.	Number of shares	Ownership
BW LNG AS	1	100%
Total	1	100%

BW LNG AS is exempted from the consolidation requirement, ref. The Accounting Act § 3-7, as the Company is part of BW Group. Consolidated group accounts are available at the parent company office. BW GAS Pte. Ltd. The address of it's registered office is 10 Pasir Panjang Road, #18-01, Mapletree Business City, Singapore 117438.



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BW Fleet Management AS

Notes to the accounts of 2023

Note 4 Income tax (outside the tonnage tax system)

Calculation of deferred tax/deferred tax asset	2023	2022
Temporary differences		
Fixed assets	(571 955)	(714 944)
Differences	(571 955)	(714 944)
Basis for deferred tax	(571 955)	(714 944)
22% deferred tax/(tax benefit)	(125 830)	(157 288)
Deferred tax / tax benefit in balance sheet	(125 830)	(157 288)

Deferred tax assets were not recognised due to group contribution given to BW Gas Nis Manning AS in 2021.

Basis for income tax, change in deferred tax and tax payable	2023	2022
Profit before tax	35 364 558	4 532 749
Permanent differences	(10 810 990)	0
Basis for tax charges in the year	24 553 568	4 532 749
Change in temporary differences	(142 989)	(178 735)
Use of losses carried forward	(12 831 976)	0
Basis for tax payable in the income statement	11 578 603	4 354 014
Taxable income (basis for tax payable)	11 578 603	4 354 014
Allocation of tax charge		
Tax payable (22% of the basis of tax)	(2 547 293)	(957 883)
Total tax payable	(2 547 293)	(957 883)
Pakistan Presumptive Tax	(8 400 551)	0
Change in deferred tax	125 830	0
Deferred tax assets	(157 288)	157 288
Total tax expense	(10 979 302)	(800 595)

Note 5 Operating revenue

The Company's operating revenues consist of fees received from other companies in the group and associated companies for technical management of vessels and newbuilding supervision.

	2023	2022
Operating revenue	148 983 318	97 140 604
Ship management fees	60 706 150	19 515 661
FSRU operation service fee income	88 277 168	77 624 943

Note 6 Number of employees and remunerations etc.

The Company has no employees.

The Company hires staff from BW LNG AS to perform the ship management services.

There is no remuneration paid to the board of directors or managing director.

There are no loans or guarantees to managing director, the board of directors or other related parties.

Remuneration to the auditor	2023	2022
- Audit services	153 038	242 599
- Tax services	965 269	27 000
Total	1 118 307	269 599

All amounts are exclusive VAT.



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BW Fleet Management AS

Notes to the accounts of 2023

Note 7 Related party disclosures

The Company buys and sells services from other group companies and associated companies. Ship management and service fees are priced using the cost plus method. For associated companies the fee is an agreed fee for ship management services.

The Company has the following transactions with related party, BW LNG Limited Group:

Related party transactions	2023	2022
Ship management fee income from related parties	30 146 937	11 888 984
Commercial fee income from related parties	0	52 170
Corporate service fee from related parties	19 486 266	7 060 879
Ship management expenses paid to related parties	(9 648 436)	(8 639 707)
Crew agency fees paid to related parties	(1 017 114)	(947 338)
Service fee expenses paid to related parties	(39 506 345)	(19 226 610)
Interest income from a related party	5 224 391	38 177

Note 8 Presentation currency

The functional currency of the Company is NOK. This is also the presentation currency. Daily exchange rates between USD/NOK during the fiscal year are used at the transaction dates, while monetary assets and liabilities in foreign currencies are translated at the rate at the balance sheet date as of 31.12. The applied USD/NOK exchange rate per 31.12.2023 is 10,2025.

Note 9 Cash

NOK 116,439,473 (2022: NOK 149,741,549) of the cash balance relates to funding from associated companies. A corresponding liability is recognized as part of short term liabilities in the balance sheet.

Note 10 Branch

The Company established a branch in Pakistan in 2017 to manage the FSRU, BW Integrity. The branch is considered a permanent establishment in Pakistan. The branch is taxable to Pakistan.



Skattedirektoratet

Saksbehandler Geir Johannessen	Deres dato 06.01.2014	Vår dato 20.01.2014
Telefon 22 66 11 14	Deres referanse Bård Haugan	Vår referanse 2014/29496

BW GAS AS
Postboks 443
1327 LYSAKER

23 JAN 2014

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Det vises til deres brev av 6. januar 2014, der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk fra og med regnskapsåret 2013 for disse selskapene:

BW LPG I AS	org.nr. 990 000 379
BW Green Carriers AS	org.nr. 990 648 883
BW Green Transport AS	org.nr. 990 648 840
Partrederiet Bergesen D Y Shipping DA	org.nr. 977 249 759
BW LPG Partners AS	org.nr. 912 608 123
AS Havgas Partners	org.nr. 957 933 734
KS Havgas Partners	org.nr. 957 933 912
Partrederiet BW Gas GDF Suez EMT DA	org.nr. 982 954 576
SLNG Yemen I AS	org.nr. 988 791 237
SLNG Yemen II AS	org.nr. 988 791 261
BW Gas AS	org.nr. 910 517 694
BW Gas LPG III AS	org.nr. 994 420 992
BW Gas NIS Manning AS	org.nr. 991 647 368
BW Gas Foreign Manning AS	org.nr. 991 647 295
BW Fleet Management AS	org.nr. 993 279 986
Berge Arzew Partner AS	org.nr. 986 338 217
BW LPG AS	org.nr. 812 607 812
BW Ventures AS	org.nr. 996 684 210

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.

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



Bakgrunn

Selskapene inngår i BW Group konsernet og i BW LPG Ltd konsernet. BW Group konsernet har en eierandel på 45% i BW LPG Ltd konsernet. BW Group konsernet er et av verdens ledende shippingkonsern og er involvert i transport av olje og gass, flytende gass infrastruktur, miljøteknologi og dypvannsproduksjon. BW LPG Ltd konsernet frakter flytende petroleum gass (LPG) og er verdens største eier og operatør av store gasskip (VLGC). Majoriteten av den operative driften i disse konsernene finner sted i Singapore, mens befraktningen skjer globalt.

De norske selskapene leverer hovedsakelig konserninterne tjenester innenfor befraktning, personell, operasjon og forretningsførsel av skip og skipseiende selskap innenfor konsernene. Majoriteten av selskapenes inntekter og forpliktelser er i USD, og språket som benyttes i kommunikasjon i konsernene er i all hovedsak engelsk.

BW LPG Limited, som er morselskapet i BW LPG limited konsernet, er registrert i Bermuda. BW LPG Limited er notert på Oslo Børs og bruker engelsk i all informasjon som sendes til Børsen. Konsernet BW Group er privat eid med eiere basert fra Singapore.

Selskapene er i hovedsak konserninternt finansiert og konsernets eksterne finansieringsavtaler er inngått på engelsk.

Det opereres innen en internasjonal bransje med profesjonelle og store aktører. De fleste aktørene i bransjen har engelsk som arbeids- og rapporteringsspråk, uavhengig av hvor de er lokalisert. Selskapets konkurrenter er i hovedsak andre større internasjonale olje- og gass befraktere.

Kundene består av store internasjonale foretak som benytter seg av skipene ved transport av olje og gass. Konsernet opererer internasjonalt og leverandørmassen er således i hovedsak også internasjonal og bransjerelatert.

Ledelse og ansatte benytter engelsk som arbeidsspråk.

Fordi markedet for skipsbefraktning er globalt og engelsk er språket som primært benyttes, er også BW sine nettsider på engelsk.

Det er selskapenes vurdering at det er en unødvendig tids- og kostnadsulempe for selskapene å oversette årsregnskapet fra engelsk til norsk. Hensynet til sentrale brukere av regnskapsmaterialet ivaretas minst like godt og i stor utstrekning bedre ved at selskapene kun utarbeider årsregnskap og årsberetning på engelsk. Ettersom engelsk også er språket som primært benyttes innenfor bransjen disse selskapene opererer i, kan selskapene heller ikke se at andre, mer tilfeldige regnskapsbrukere skulle ha noe behov for at regnskapet utarbeides på norsk.

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.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt særlig vekt på at de norske selskapene inngår i konserner med utenlandsk registrerte morselskaper, som kontrolleres av utenlandske eiere eller andre profesjonelle investorer. Arbeidsspråket er engelsk. Videre er det vektlagt at selskapene driver virksomhet i en internasjonal bransje der alle aktører behersker og benytter engelsk språk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad

seniorrådgiver

Rettsavdelingen, foretaksskatt

Skattedirektoratet

Geir Johannessen





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PROTOKOLL FRA ORDINÆR GENERALFORSAMLING I BW FLEET MANAGEMENT AS

Ordinær generalforsamling i BW FLEET MANAGEMENT AS ble avholdt 28. juni 2024 i Karenslyst allé 6, Oslo.

På generalforsamlingen var samtlige aksjer representert ved fullmakt.

Erika Yining Feng ble valgt til møteleder. Generalforsamlingen godkjente enstemmig innkallingen og agenda.

Inger Ludvigsen ble enstemmig valgt til å medundertegne protokollen.

1. Fastsettelse av årsrapport

Selskapets forslag til årsberetning og årsregnskap for 2023 ble fastsatt som selskapets endelige årsrapport.

2. Disponering av årsresultatet

Årets Overskudd på NOK 32.785.807 ble besluttet overført til konto for annen egenkapital.

3. Revisors beretning

Revisors beretning for 2023 ble fremlagt og godkjent. Beretningen var uten anmerkninger.

4. Revisors honorar

Honoraret til revisor for 2023 ble godkjent i henhold til regning.

5. Styrehonorar

Det ble besluttet ikke å utbetale styrehonorar for 2023.

6. Eventuelt

Det ble ikke tatt opp flere saker.

Alle beslutninger var enstemmige.

Det forelå ingen flere saker og møtet ble hevet.

MINUTES OF THE ORDINARY GENERAL MEETING IN BW FLEET MANAGEMENT AS

An ordinary general meeting in BW FLEET MANAGEMENT AS was held on 28 June 2024 at Karenslyst allé 6, Oslo.

All shares of the company were represented at the ordinary general meeting by proxy.

Erika Yining Feng was elected to chair the general meeting. The general meeting unanimously approved the notice and the agenda.

Inger Ludvigsen was unanimously elected to co-sign the minutes.

1. Approval of the financial statements

The company's draft for the 2023 annual report and annual accounts was set as the company's final financial statements.

2. Disposal of the year's net result

The year's net profit of NOK 32.785.807 was decided booked to the account of other equity.

3. Auditor's statement

The Auditor's statement for 2023 was approved. The statement was without remarks.

4. Remuneration of the auditors

The remuneration of the auditors for 2023 was approved according to invoices.

5. Remuneration for the board of directors

It was decided not to pay remuneration for the board of directors for 2023.

6. Miscellaneous

There were no other matters on the agenda.

All resolutions were unanimous.

No further matters were discussed and the meeting was adjourned.

DocuSigned by:

Erika Yining Feng

Erika Yining Feng

DocuSigned by:

Inger Ludvigsen

Inger Ludvigsen



KPMG Taseer Hadi & Co.
Chartered Accountants
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Karachi 75530 Pakistan
+92 (21) 37131900, Fax +92 (21) 35685095

INDEPENDENT AUDITOR'S REPORT

To the principal officer of BW Fleet Management AS Pakistan Branch

Report on the Audit of the Financial Statements

Opinion

We have audited the annexed financial statements of **BW Fleet Management AS Pakistan Branch** ("the Branch"), which comprise the statement of financial position as at 31 December 2023, and the statement of profit or loss and other comprehensive income, the statement of cash flows and the statement of changes in head office account for the year then ended, and notes to the financial statements, including material accounting policy information and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purpose of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of cash flows and the statement of changes in head office account together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Branch's affairs as at 31 December 2023 and of its profit and other comprehensive loss, its cash flows and the changes in head office account for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. 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 Branch in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* as adopted by the Institute of the Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Principal Officer for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) 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.

KPMG Taseer Hadi & Co., a Partnership firm registered in Pakistan and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.



KPMG Taseer Hadi & Co.

In preparing the financial statements, management is responsible for assessing the Branch'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 Branch or to cease operations, or has no realistic alternative but to do so.

The Principal Officer is responsible for overseeing the Branch's financial reporting process.

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 as applicable in Pakistan 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 ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism 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 Branch'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 Branch'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 Branch to cease to continue as a going concern.



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- 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 the Principal Officer 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

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Branch as required by the Companies Act, 2017 (XIX of 2017) except that these are maintained at head office of the Branch outside Pakistan;
- b) the statement of financial position, the statement of profit or loss and other comprehensive income, the statement of cash flows and the statement of changes in head office account and together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of accounts;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Branch's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

The engagement partner on the audit resulting in this independent auditor's report is Zeeshan Rashid.

Karachi

Date: 29 March 2024

UDIN: AR202310188IdcRqDN4I

**KPMG Taseer Hadi & Co.
Chartered Accountants**



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

FINANCIAL STATEMENTS

(Expressed in Pakistani Rupees)

FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2023



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023

	Note	2023 PKR'000	2022 PKR'000
ASSETS			
Current assets			
Inventories		101	26,687
Trade and other receivables	6	1,071,680	902,738
Prepayments		47,868	61,157
Cash at bank – current account		3,862	19,115
Total current assets		1,123,511	1,009,697
TOTAL ASSETS		1,123,511	1,009,697
EQUITY AND LIABILITIES			
EQUITY			
Head office investment account		(573,338)	80,894
Accumulated losses		(10,723)	(35,128)
Foreign currency translation reserve		(24,077)	(13,017)
Total head office investment account		(608,138)	32,749
LIABILITIES			
Non-current liabilities			
Unearned revenue		634,773	436,453
Total non-current liabilities		634,773	436,453
Current liabilities			
Trade and other payables	7	1,053,025	449,526
Taxation – net	10	43,851	90,969
Total current liabilities		1,096,876	540,495
Total liabilities		1,731,649	976,948
TOTAL EQUITY AND LIABILITIES		1,123,511	1,009,697

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Principal Officer

The accompanying notes 1 - 16 form an integral part of these financial statements.



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the financial year ended 31 December 2023

	Note	2023 PKR'000	2022 PKR'000
Revenue	8	2,307,957	1,638,163
Cost of services	9	(2,099,524)	(1,507,919)
Gross profit		208,433	130,244
Reversal/(provision) of impairment on trade receivables		6,918	(2,369)
Exchange (loss)/gain		(2,384)	1,316
Operating profit		212,967	129,191
Finance income – net	12	33,297	1,523
Profit before taxation		246,264	130,714
Presumptive tax	10	(221,859)	(159,787)
Profit/(loss) for the financial year		24,405	(29,073)
Other comprehensive loss for the financial year			
Foreign currency translation		(11,060)	(6,635)
Total comprehensive income/(loss) for the financial year		13,345	(35,708)

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Principal Officer

The accompanying notes 1 - 16 form an integral part of these financial statements.



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

STATEMENT OF CASH FLOWS

For the financial year ended 31 December 2023

	Note	2023 PKR'000	2022 PKR'000
Cash flows from operating activities			
Cash generated from operations	11	650,039	80,657
Net cash generated from operating activities		<u>650,039</u>	<u>80,657</u>
Cash flows from financing activities			
Funding to head office investment account		(654,232)	(58,484)
Net cash used in financing activities		<u>(654,232)</u>	<u>(58,484)</u>
Effect of changes in foreign exchange rates		(11,060)	(6,635)
Net (decrease)/increase in cash and cash equivalents		(15,253)	15,538
Cash and cash equivalents at beginning of the financial year		<u>19,115</u>	<u>3,577</u>
Cash and cash equivalents at end of the financial year		<u>3,862</u>	<u>19,115</u>

Principal Officer

The accompanying notes 1 - 16 form an integral part of these financial statements.



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

STATEMENT OF CHANGES IN HEAD OFFICE ACCOUNT

For the financial year ended 31 December 2023

	Head office investment account PKR'000	Foreign currency translation reserve PKR'000	Accumulated losses PKR'000	Total PKR'000
Balance as at 01 January 2022	139,378	(6,382)	(6,055)	126,941
Transfer to head office (note 1)	(58,484)	-	-	(58,484)
Total comprehensive loss for the financial year	-	(6,635)	(29,073)	(35,708)
Balance as at 31 December 2022	80,894	(13,017)	(35,128)	32,749
Transfer to head office (note 1)	(654,232)	-	-	(654,232)
Total comprehensive (loss)/income for the financial year	-	(11,060)	24,405	13,345
Balance as at 31 December 2023	(573,338)	(24,077)	(10,723)	(608,138)

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Principal Officer

The accompanying notes 1 - 16 form an integral part of these financial statements.



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

1. THE BRANCH AND ITS OPERATIONS

Status of the Branch and its operations

BW Fleet Management AS Pakistan Branch (the "Branch") was incorporated in Pakistan on 16 May 2017 by BW Fleet Management AS (the "Contractor or head office"), which is situated in Norway. BW Group Limited and BW LNG AS are the ultimate holding company and immediate holding company of BW Fleet Management AS respectively. The address of its registered office is D-67/1, Block 4, Clifton, Karachi 75600, Pakistan. The Branch is a limited foreign company in Pakistan. The commercial activities of the Branch commenced from November 2017.

The Board of Investment ("BOI") through its letters having reference No. FTP-7/(1639)/2017 dated 20 April 2017 has granted permission to M/s. BW Fleet Management AS Norway to establish a Branch Office in Pakistan at Karachi for the fulfilment of FSRU Operation Services Agreement (the "Agreement") with M/s. PGP Consortium Limited (the "Lessee") to provide technical, operation and maintenance services with respect to a floating, storage and regasification unit ("FSRU") as per contract agreement made on 20 August 2016 submitted to this office. Activities will be restricted to the work as mentioned in the above referred Agreement, remittance of profit would be subject to submission of information and documents as required in terms of Para 13, Chapter XIV of the Foreign Exchange Manual of State Bank of Pakistan, and all expenses of the Branch will be met out of funds transferred from abroad. The latest renewal of permission was granted through a letter having reference No. FTP-7/(1639)/17 dated 12 May 2023, which is valid up to 19 April 2028.

Following the terms and conditions of the Agreement, the Contractor shall provide to the Lessee certain operation and maintenance services with respect to the FSRU. From the hire commencement date, the Lessee shall pay to the Contractor a service fee which shall compensate BW Fleet Management AS for its costs of operating and maintaining the FSRU ("OPEX"). The rate of OPEX shall be determined in accordance with FSRU Operation Services Agreement.

Any taxes, whether direct or indirect, imposed on either party of the Agreement in connection with the performance of the Agreement by any competent authority in Pakistan or pursuant to the Law of Pakistan or by any competent authority in the Lessee's country or pursuant to the law of the Lessee's country are for the sole account of Lessee, and Lessee shall indemnify and hold harmless Contractor and any contractor indemnified parties in respect of any amount paid/payable of such taxes by Contractor or any contractor indemnified parties.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

2. BASIS OF PREPARATION

2.1 Statement of compliance

These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards as applicable in Pakistan comprise:

- International Financial Reporting Standards (IFRS standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017.

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.2 Basis of measurement

These financial statements have been prepared under the historical cost convention method.

2.3 Functional and presentation currency

These financial statements are presented in Pakistani Rupees (PKR), which is the Branch's presentation currency, whereas the United States Dollars (USD) is the Branch's functional currency.

3. USE OF ESTIMATES AND JUDGEMENTS

In preparing these financial statements, management has made judgements, estimates and assumptions that affect the application of the Branch's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revision to estimates is recognised prospectively. Information about judgements made in applying accounting policies that have the most significant effects on the amount recognised in the financial statements to the carrying amounts of the assets and liabilities, and assumptions and estimation uncertainties that have a significant risk of causing a material adjustment in the subsequent year are set forth below:

- a) Impairment of financial assets (note 5.1.1.5)
- b) Taxation (note 5.2)
- c) Unearned revenue (note 5.5)

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

4. NEW OR AMENDMENTS TO EXISTING STANDARDS, INTERPRETATIONS AND FORTHCOMING REQUIREMENTS

4.1 Standards, amendments and interpretations to accounting and reporting standards that became effective during the year

There are new and amended standards and interpretations that are mandatory for accounting periods beginning on 01 January 2023, but are considered not to be relevant or do not have any material effect on the Branch's financial position. Therefore, they are not stated in these financial statements.

4.2 Standards, amendments and interpretations to accounting and reporting standards that are not yet effective

The following IFRS standards as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2024.

- Classification of liabilities as current or non-current (Amendments to IAS 1 in January 2020)
- Non-current liabilities with covenants (Amendments to IAS 1 in October 2022) aim to improve the information an entity provides when its right to defer settlement of a liability for at least twelve months is subject to compliance with conditions.
- Lease liability in a sale and leaseback (Amendments to IFRS 16 in September 2022) add subsequent measurement requirements for sale and leaseback transactions that satisfy the requirements to be accounted for as a sale.
- Sale or contribution of assets between an investor and its associate or joint venture (Amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets.
- Supplier finance arrangements (Amendments to IAS 7 and IFRS 7) introduce two new disclosure objectives for a company to provide information about its supplier finance arrangements that would enable users (investors) to assess the effects of these arrangements on the company's liabilities, cash flows and exposure to liquidity risk.
- Lack of exchangeability (Amendments to IAS 21)

These new standards, amendments and interpretations are not relevant or will not have a material impact on the financial statements.

5. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information applied in the preparation of these financial statements are set out below and have been consistently applied to all periods presented. Accounting policy information related to material class of accounts may not be material.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

5.1 Financial instruments

5.1.1 Financial assets

5.1.1.1 Classification

The Branch classifies its financial assets as measured at amortised cost. The Branch makes an assessment of the objective of the business model in which a financial asset is held because this best reflects the way the business is managed and information is provided to management. The classification depends on the business model in which a financial asset is managed and its contractual cash flows characteristics. Management determines the classification of its financial assets at initial recognition. Financial assets are not reclassified subsequent to their initial recognition unless the Branch changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at fair value through profit or loss:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

They are presented as current assets, except for those expected to be realised later than 12 months after the balance sheet date which are presented as non-current assets. They are presented as "trade and other receivables" (note 6) and "cash at bank" in the statement of financial position.

5.1.1.2 Recognition and derecognition

Trade receivables are initially recognised when they are originated. Other financial assets are recognised when the Branch becomes a party to the contractual provisions of the instrument. Financial assets are derecognised when the rights to receive cash flows from the financial assets have expired or have been transferred and the Branch has transferred substantially all risks and rewards of ownership.

On disposal of a financial asset measured at amortised cost, the difference between the net sale proceeds and its carrying amount is recognised in the profit or loss.

5.1.1.3 Initial measurement and subsequent measurement

Financial assets measured at amortised cost are initially recognised at fair value plus transaction costs. These assets are subsequently carried at amortised cost using the effective interest method.

5.1.1.4 Cash and cash equivalents

Cash and cash equivalents comprise cash balances and deposits with maturities of three months or less from acquisition date that are subject to insignificant risk of changes in fair value.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

5.1 Financial instruments (continued)

5.1.1 Financial assets (continued)

5.1.1.5 Impairment

For financial assets measured at amortised cost, the Branch assesses at each balance sheet date the amount of expected credit losses (ECLs). ECLs are probability-weighted estimates of credit losses.

For trade receivables, the Branch applied the simplified approach permitted by IFRS 9, which requires expected lifetime losses to be recognised from initial recognition of the receivables. Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

For other financial assets, the Branch applied the general approach. Under the general approach, the loss allowance is measured at an amount equal to 12 month ECLs at initial recognition. At each reporting date, the Branch assesses whether the credit risk of a financial instrument has increased significantly since initial recognition. When credit risk has increased significantly since initial recognition, loss allowance is measured at an amount equal to lifetime ECLs. 12 month ECLs are the portion of ECLs that results from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Branch is exposed to credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Branch considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Branch's historical experience, informed credit assessment and other forward-looking information.

The Branch assumes that the financial asset is credit-impaired when the debtor is under significant financial difficulties, or when there is default or significant delay in payments. The Branch considers a financial asset to be in default when the debtor is unlikely to pay its credit obligations to the Branch in full, without recourse by the Branch to actions such as realising security (if any is held).

When the asset becomes uncollectible, it is written off against the allowance account. Subsequent recoveries of amounts previously written off are recognised against the same line item in the profit or loss.

The allowance for impairment loss account is reduced through the profit or loss in a subsequent period when the amount of expected credit loss decreases and the related decrease can be objectively measured. The carrying amount of the asset previously impaired is increased to the extent that the new carrying amount does not exceed the amortised cost had no impairment been recognised in prior periods.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

5.1 Financial instruments (continued)

5.1.2 Financial liabilities

Financial liabilities are classified as measured at amortised cost or at fair value through profit or loss (FVTPL). A financial liability is classified as FVTPL if it is classified as held for trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the statement of profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognised in the statement of profit or loss. Any gain or loss on derecognition is also recognised in the statement of profit or loss. Financial liabilities are derecognised when the contractual obligations are discharged, cancelled or have expired, or when the financial liability's cash flows have been substantially modified.

5.1.2.1 Trade and other payables

Trade payables are obligations to pay for goods or services that have been acquired from suppliers in the ordinary course of business. Trade and other payables are classified as current liabilities if payment is due within one year or less. If not, they are presented as non-current liabilities.

Trade and other payables are initially recognised at fair value and subsequently carried at amortised cost using the effective interest method, and are derecognised when the Branch's obligation has been discharged, cancelled or expired.

5.1.3 Offsetting of financial assets and financial liabilities

Financial assets and liabilities are offset, and the net amount is reported in the balance sheet, when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

5.1.4 Fair value estimation of financial assets and liabilities

The carrying amounts of current financial assets and liabilities, measured at amortised cost, approximate their fair values due to the short term nature of the balances. The fair values of non-current financial assets and liabilities carried at amortised cost are estimated by discounting the future contractual cash flows at current market interest rates, determined as those that are available to the Branch at balance sheet date for similar financial instruments.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

5.2 Taxation

i. Current

Provision for current taxation is based on taxable income at the enacted or substantially enacted rates of taxation after taking into account tax credits and tax rebates available, if any, in accordance with the provisions of Income Tax Ordinance 2001. The charge for current tax also includes adjustments for prior years or otherwise considered necessary for such years. However, for income covered under final tax regime, taxation is based on enacted or substantially enacted tax rates under such regime.

ii. Deferred

Deferred tax is provided using the balance sheet liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using the enacted or substantially enacted rates that are expected to apply to the period when the differences reverse based on enacted or substantially enacted tax rates that have been enacted at the reporting date.

Deferred tax liabilities are recognised for all taxable temporary differences. A deferred tax asset is recognised for all deductible differences, carry forward of unused tax credits and unused tax losses to the extent that it is probable that future taxable profits or taxable temporary difference will be available against which the asset can be utilised. Deferred tax asset is reduced to the extent that it is no longer probable that the related tax benefits will be realised.

5.3 Revenue

Revenue from rendering of technical, operation and maintenance services (performance obligation) is recognised over time upon the satisfaction of a contractual promise to a customer i.e. when control has been transferred to the customer, whether billed or unbilled. Generally, the customer is billed on a monthly basis. This usually occurs once a legal binding contract exists, any right to return has expired, when the services have been delivered in accordance with the contract, a consideration is specified in a contract with the customer and there is probability of collection.

Revenue is measured at transaction price, net of discounts, rebates and related taxes, if any.





BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

5. MATERIAL ACCOUNTING POLICY INFORMATION (continued)

5.4 Foreign currency transactions and translations

(a) Functional and presentation currency

Items that are included in the financial statements are measured using the currency of the primary economic environment in which the Branch operates (the functional currency). The functional currency of the Branch is United States Dollars. The financial statements are, however, presented in Pakistani Rupees (rounded off to the nearest thousand) which is the Branch's presentation currency for the purpose of submission to the local regulatory authorities.

The results and financial position of the Branch are translated into Pakistani Rupees using the following procedures:

- i. assets and liabilities for the balance sheet are translated at exchange rate at the date of the balance sheet;
- ii. income and expenses for profit or loss account are translated at the average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated using the exchange rates at the dates of the transactions); and
- iii. all resulting exchange differences are recognised as other comprehensive income.

(b) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the profit or loss account.

5.5 Unearned revenue

Unearned revenue is recognised based on an estimated cost for the next dry dock of the FSRU to be performed at the end of the charter.

5.6 Inventories

Inventories comprise ship stores. Inventories are measured at the lower of cost (on first-in, first-out basis) and net realisable value.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

6. Trade and other receivables

	<i>Note</i>	2023 PKR'000	2022 PKR'000
Trade receivables		928,152	878,404
Other receivables			
- non-related parties		141,732	29,842
- associate of a fellow subsidiary	6.4	10,947	7,558
Less: Allowance for trade receivables		(9,151)	(13,066)
		<u>1,071,680</u>	<u>902,738</u>
Analysed as:			
Current		<u>1,071,680</u>	<u>902,738</u>

- 6.1 The maturity profile of trade and other receivables is disclosed in note 14.1.
- 6.2 The exposure of trade and other receivables to interest rate risk is disclosed in note 14.2(a)(iii).
- 6.3 Other receivables from an associate of a fellow subsidiary are interest free, unsecured and repayable on demand. Details of related party balances are disclosed in note 13C.
- 6.4 The maximum aggregate amount due from an associate of a fellow subsidiary at the end of any month during the year is PKR 60.9 million.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS
For the financial year ended 31 December 2023

7. Trade and other payables

	Note	2023 PKR'000	2022 PKR'000
Trade payables			
- non-related parties		465,440	259,745
Sales tax payable		161,417	105,363
Accrued liabilities		56,968	42,664
Charter hire received in advance		286,405	-
Other payables	7.1		
- non-related parties		78,636	38,875
- ultimate holding company		4,159	-
- joint venture of a fellow subsidiary		-	2,879
		82,795	41,754
		1,053,025	449,526

7.1 Other payables to the ultimate holding company and a joint venture of a fellow subsidiary are interest free, unsecured and repayable on demand. Details of related party balances are disclosed in note 13C.

8. Revenue

	2023 PKR'000	2022 PKR'000
Operation services revenue	2,412,575	1,710,081
Add: Presumptive tax on sole account of Lessee	221,859	159,787
Less: Sales tax	(326,477)	(231,705)
<i>mn</i>	2,307,957	1,638,163



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

9. Cost of services

	Note	2023 PKR'000	2022 PKR'000
Crew expenses	9.1	883,670	589,657
Maintenance and repair expenses		819,446	625,540
Auditor's remuneration		4,168	4,106
Insurance expenses		188,818	107,969
Management fees		275,747	188,689
Agency fees		14,464	10,721
Others		66,381	51,415
		<u>2,252,694</u>	<u>1,578,097</u>
Less: Withholding tax on sole account of Lessee		(153,170)	(70,178)
		<u>2,099,524</u>	<u>1,507,919</u>

9.1 The crew is hired in from related companies. Other operational and administrative support is provided by the Branch's related companies.

10. Taxation – net

	2023 PKR'000	2022 PKR'000
At beginning of the year	90,969	90,586
Under-provision of tax for prior year	383	10,581
Provision of tax for current year	221,476	149,206
Less: Payment made	(289,924)	(181,962)
Add: Translation loss	20,947	22,558
At end of the year	<u>43,851</u>	<u>90,969</u>

No numeric tax rate reconciliation is presented as the Branch is liable for presumptive tax only on payment of goods and services under section 152 of the Income Tax Ordinance, 2001 at the rates of 8% and 9% for the periods from 1 January 2023 to 30 June 2023 and from 1 July 2023 to 31 December 2023 respectively.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

11. Cash generated from operations

	2023	2022
	PKR'000	PKR'000
Profit before taxation	246,264	130,714
Add/(less): adjustments for non-cash items		
- finance income – net	(33,297)	(1,523)
- (reversal)/provision of impairment on trade receivables	(6,918)	2,369
Operating cash flows before working capital changes	206,049	131,560
Effect on cash flows due to working capital changes:		
Trade and other receivables	(128,727)	(92,765)
Prepayments	13,289	(36,955)
Taxation – net	(268,977)	(159,404)
Trade and other payables	801,819	264,908
Inventories	26,586	(26,687)
Cash generated from operations	650,039	80,657

12. Finance income – net

	<i>Note</i>	2023	2022
		PKR'000	PKR'000
Interest income	12.1	33,529	1,728
Bank charges		(232)	(205)
		33,297	1,523

12.1 This pertains to interest charged by the Branch to the lessee on account of late payments.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

13. Transactions and balances with related parties

A. Enterprises where control exists

The head office of the Branch is BW Fleet Management AS, incorporated in Norway. The principal activity is providing technical management services to vessels.

The Branch has no employee as it is managed and operated by the head office. Furthermore, there is no key management personnel compensation as the key management having authority and responsibility for planning, directing and controlling the activities of the Branch are employed by the head office.

The outstanding balances due from/to related parties as at 31 December 2023 and 31 December 2022 are included in respective notes to the financial statements. These balances are unsecured in nature, bear no interest and are settled in ordinary course of business.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

13. Transactions and balances with related parties (continued)
- B. Disclosure of transactions between the Branch and related parties

Name of entity	Relationship with the Branch	Registered address	Country of incorporation	Nature of transactions	2023 PKR'000	2022 PKR'000
BW LNG AS	Immediate holding company	P.O. Box 33 Skøyen, 0212 Oslo, Norway	Norway	Ship management fee	275,747	188,689
BW Shipping Philippines Inc	Associate of a fellow subsidiary	Omnis Prosperity Tower, 377 Sen. Gil J. Puyat Avenue, Makati City	Philippines	Crew agency fee	14,464	10,721

The details of the transactions with the head office of the Branch are disclosed in statement of changes in head office account.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

13. Transactions and balances with related parties (continued)

C. Disclosure of balances between the Branch and related parties

Name of entity	Relationship with the Branch	Registered address	Country of incorporation	(Payables)/ receivables	
				2023 PKR'000	2022 PKR'000
BW FSRU II Pte. Ltd.	Joint venture of a fellow subsidiary	10 Pasir Panjang Road, #18-01, Mapletree Business City, Singapore 117438	Singapore	-	(2,879)
BW Group Limited	Ultimate holding company	10 Pasir Panjang Road, #18-01, Mapletree Business City, Singapore 117438	Singapore	(4,159)	-
BW Shipping Philippines Inc	Associate of a fellow subsidiary	Omnis Prosperity Tower, 377 Sen. Gil J. Puyat Avenue, Makati City	Philippines	10,947	7,558

The details of the balance with the head office of the Branch are disclosed in statement of changes in head office account.



BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

14. Financial instruments and related disclosures

14.1 Financial assets and liabilities

	Interest bearing			Non-interest bearing			Total
	Maturity up to one year	Maturity after one year	Sub-total	Maturity up to one year	Maturity after one year	Sub-total	
	(PKR'000)						
Financial assets							
Cash at bank	-	-	-	3,862	-	3,862	3,862
Trade and other receivables	-	-	-	1,071,680	-	1,071,680	1,071,680
31 December 2023	-	-	-	1,075,542	-	1,075,542	1,075,542
Financial liabilities							
Trade and other payables	-	-	-	605,203	-	605,203	605,203
31 December 2023	-	-	-	605,203	-	605,203	605,203

OFF BALANCE SHEET ITEMS

- Commitments for capital expenditure							-
31 December 2023							-

	Interest bearing			Non-interest bearing			Total
	Maturity up to one year	Maturity after one year	Sub-total	Maturity up to one year	Maturity after one year	Sub-total	
	(PKR'000)						
Financial assets							
Cash at bank	-	-	-	19,115	-	19,115	19,115
Trade and other receivables	-	-	-	902,738	-	902,738	902,738
31 December 2022	-	-	-	921,853	-	921,853	921,853
Financial liabilities							
Trade and other payables	-	-	-	344,163	-	344,163	344,163
31 December 2022	-	-	-	344,163	-	344,163	344,163

OFF BALANCE SHEET ITEMS

- Commitments for capital expenditure							-
31 December 2022							-

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

14. Financial instruments and related disclosures (continued)

14.2 Financial risk management

The Branch's activities expose it to a variety of financial risks; market risk (including currency risk, price risk, and interest rate risk), credit risk and liquidity risk.

The Branch seeks to minimise potential adverse effects of such risks on the financial performance of the Branch.

The Branch does not use derivative financial instruments to hedge risks.

(a) Market risk

(i) Currency risk

The Branch is exposed to transactional foreign currency risk to the extent that there is a mismatch between the currencies in which sales, purchases, receivables and payables are denominated and its functional currency. The functional currency of the Branch is USD while the currencies in which significant transactions are primarily denominated are USD, Norwegian Kroner (NOK), Euro (EUR) and PKR. The Branch's business operation is not exposed to significant foreign exchange risk as all the aforementioned currencies are stable in terms of USD except PKR.

To mitigate the Branch's exposure to any foreign currency risk, non-functional currency cash flows are closely monitored in accordance with the ultimate holding company's risk management group policies. Furthermore, as part of risk management strategy, the Branch promptly settles its foreign currency transactions upon their maturity.

(ii) Price risk

The Branch has no investments in quoted equity securities, so it is not exposed to the fair value risk due to changes in prices.

(iii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in the market interest rates. As at 31 December 2023, the Branch does not have any borrowings and investments, hence management believes that the Branch is independent of changes in market interest rate.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

14. Financial instruments and related disclosures (continued)

14.2 Financial risk management (continued)

(b) Credit risk

Credit risk represents the accounting loss that would be recognised at the reporting date if counterparts failed to perform as contracted.

The Branch's credit risk is primarily concentrated on a single customer. The Branch performs periodic credit evaluations of the customer and has policies in place to ensure that services are rendered to customers with appropriate credit histories.

The analysis of maximum exposure to credit risk resulting from each class of financial assets is as follow:

	2023 PKR'000	2022 PKR'000
Cash at bank	3,862	19,115
Trade and other receivables	1,071,680	902,738
	<u>1,075,542</u>	<u>921,853</u>

(c) Liquidity risk

As sufficient funding is available from the head office for daily operation needs, the Branch is not exposed to liquidity risk. Furthermore, the immediate holding company has assured that it will provide adequate financial support to the Branch as necessary to ensure its continuing operation for a period of at least 12 months from the date of authorisation of the financial statements.

Analysis of the Branch's financial instruments in relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date is disclosed under note 14.1.

(d) Fair values of financial assets and liabilities

The carrying values of all financial assets and liabilities reflected in the financial statements approximate their fair values.

(e) Offsetting financial assets and financial liabilities

The Branch's financial assets and liabilities are not subject to enforceable master netting arrangements or similar arrangements. There are no financial assets or financial liabilities that are subject to offset at 31 December 2023.

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BW FLEET MANAGEMENT AS PAKISTAN BRANCH

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2023

15. Contingencies and commitments

There are no contingencies or commitments as at 31 December 2023.

16. Date of authorisation for issue

These financial statements were authorised for issue on 28 March 2024 by the management of the Branch.

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Principal Officer



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To the General Meeting of BW Fleet Management AS

Independent Auditor's Report

Opinion

We have audited the financial statements of BW Fleet Management AS (the Company), which comprise the balance sheet as at 31 December 2023, the income statement, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information.

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 2023, and its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards as adopted by the EU.

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 relevant laws and regulations in Norway 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 statutory requirements.

Offices in:

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Statsautoriserede revisorer - medlemmer av Den norske Revisorforening

Oslo	Elverum	Mo i Rana	Tromsø
Alta	Finnsnes	Molde	Trondheim
Arendal	Hamar	Sandefjord	Tynset
Bergen	Haugesund	Stavanger	Ulsteinvik
Bodo	Knarvik	Stord	Ålesund
Drammen	Kristiansand	Strøme	

Pennneo document key: EHK31-8EFU6-KSGNM-WJQLY-3W5M6-KV8EY



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.

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 IFRS Accounting Standards as adopted by the EU, 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 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.

Oslo, 28 June 2024

KPMG AS

Hendrik Leendert Oostenrijk
State Authorised Public Accountant
(This document is signed electronically)

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Oostenrijk, Hendrik L

Partner

On behalf of: KPMG AS

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Oostenrijk, Hendrik L

Statsautorisert revisor

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