



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2016 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 915 143 415
Organisasjonsform: Kommandittselskap
Foretaksnavn: ISLAND NAVIGATOR HOLDING KS
Forretningsadresse: Stålhaugen 9
6065 ULSTEINVIK

Regnskapsår

Årsregnskapets periode: 01.01.2016 - 31.12.2016

Konsern

Morselskap i konsern: Ja
Konsernregnskap lagt ved: 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: Asbjørn Hasund
Dato for fastsettelse av årsregnskapet: 09.06.2017

Grunnlag for avgivelse

År 2016: Årsregnskapet er elektronisk innlevert
År 2015: Tall er hentet fra elektronisk innlevert årsregnskap fra 2016

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, 03.11.2020



Resultatregnskap

Beløp i: NOK	Note	2016	2015
RESULTATREGNSKAP			
Inntekter			
Sum inntekter		0	0
Kostnader			
Annen driftskostnad	3	16 529	28 360
Sum kostnader		16 529	28 360
Driftsresultat		-16 529	-28 360
Finansinntekter og finanskostnader			
Inntekt på investering i datterselskap og tilknyttet selskap	4	-1 463 539	-63 042
Annen renteinntekt		2 849	8 139
Sum finansinntekter		-1 460 690	-54 903
Rentekostnad til foretak i samme konsern		32 954	
Sum finanskostnader		32 954	0
Netto finans		-1 493 644	-54 903
Ordinært resultat før skattekostnad		-1 510 173	-83 263
Ordinært resultat etter skattekostnad		-1 510 173	-83 263
Årsresultat		-1 510 173	-83 263
Totalresultat		-1 510 173	-83 263
Overføringer og disponeringer			
Udekket tap		-1 510 173	-83 263
Sum overføringer og disponeringer		-1 510 173	-83 263



Balanse

Beløp i: NOK	Note	2016	2015
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Sum immaterielle eiendeler		0	0
Varige driftsmidler			
Sum varige driftsmidler		0	0
Finansielle anleggsmidler			
Investering i datterselskap	4	104 513	1 568 052
Sum finansielle anleggsmidler		104 513	1 568 052
Sum anleggsmidler		104 513	1 568 052
Omløpsmidler			
Varer			
Sum varer		0	0
Fordringer			
Andre fordringer	5	1 500 000	
Sum fordringer		1 500 000	0
Investeringer			
Sum investeringer		0	0
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter og lignende		95 438	1 608 139
Sum bankinnskudd, kontanter og lignende		95 438	1 608 139
Sum omløpsmidler		1 595 438	1 608 139
SUM EIENDELER		1 699 951	3 176 191

BALANSE - EGENKAPITAL OG GJELD



Balanse

Beløp i: NOK	Note	2016	2015
Egenkapital			
Innskutt egenkapital			
Selskapskapital		1 600 000	1 600 000
Annen innskutt egenkapital		0	0
Sum innskutt egenkapital	8	1 600 000	1 600 000
Opptjent egenkapital			
Annen egenkapital		-1 593 435	-83 263
Sum opptjent egenkapital		-1 593 435	-83 263
Sum egenkapital	7	6 565	1 516 737
Gjeld			
Langsiktig gjeld			
Sum avsetninger for forpliktelser		0	0
Annen langsiktig gjeld			
Øvrig langsiktig gjeld		1 646 641	1 646 641
Sum annen langsiktig gjeld		1 646 641	1 646 641
Sum langsiktig gjeld		0	0
Kortsiktig gjeld			
Annen kortsiktig gjeld	5	46 746	12 812
Sum kortsiktig gjeld		46 746	12 812
Sum gjeld		0	0
SUM EGENKAPITAL OG GJELD		1 699 951	3 176 191



Skattedirektoratet

Saksbehandler Torstein Kinden Helleland	Deres dato 16.02.2016	Vår dato 23.02.2016
Telefon 22078139	Deres referanse Mai-Britt Myklebust	Vår referanse 2013/779184

ISLAND OFFSHORE MANAGEMENT AS
Postboks 370
6067 ULSTEINVIK

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Det vises til deres brev av 16. februar 2016, der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper;

Island Offshore International Shipping AS	org.nr. 914 405 025
Island Navigator Holding AS	org.nr. 915 143 407
Island Navigator Holding KS	org.nr. 915 143 415
Island Navigator I AS	org.nr. 815 143 442
Island Navigator I KS	org.nr. 915 143 466
Island Navigator Shipping AS	org.nr. 915 143 512

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

Selskapene er norske private aksjeselskaper og kommandittselskaper. Alle selskapene er majoritets eid direkte eller indirekte av en utenlandsk aksjonær Island Offshore Shipholding, L.P. som er et Cayman Island selskap med NUF registrering 990 035 903 i Norge. Island Offshore Shipholding, L.P. kontrolleres ultimatt 50 % av en utenlandsk familie (Gary Chouest m/familie) og ultimatt 50 % av en norsk familie (Morten Ulstein m/familie). Skattedirektoratet har tidligere gitt tillatelse til å utarbeide årsregnskap og årsberetning på engelsk for flere sammenlignbare selskaper i deres portefølje. Selskapenes forretningspråk er engelsk, som også er arbeidsspråket i styrene. Leverandørene er i hovedsak internasjonale og norske virksomheter med leveranser til offshore industrien, mens kreditorene er finansinstitusjoner med internasjonal virksomhet. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

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."

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
--	--	--



I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap mv., 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 selskapene er eiet av et utenlandsk selskap. Eierkretsen er begrenset. Selskapenes forretningspråk er engelsk. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk språk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Inger Helene Iversen
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer



**Financial Statements
2016**

Island Navigator Holding KS



ISLAND OFFSHORE



Annual Report 2016
Island Navigator Holding KS
Org. no: 915 143 415

Business activities

The Company is a partnership holding an interests in Island Navigator I KS, which has a shipbuilding contract with Kawasaki Heavy Industries for delivery of a subsea intervention vessel. The vessel Island Navigator is planned to be delivered in 2019 earliest. The business is managed from Ulsteinvik.

Statement on results

The Company's revenue comprises share of profit and loss from limited companies and partnership. Last year's result from subsidiaries ended with a loss of NOK -1.463.539.

The income statement ended with a loss NOK -1.510.173 compared with loss NOK -83.263 in 2015 mainly due to loss recorded from partnerships.

The Company does not have ongoing research and development activities.

The loss on income statement in 2016 reduces equity to NOK 6.565. The Board of Directors are continuously monitoring the funding need of the Company in order to strengthen the solidity and liquidity of the company.

Going concern

Due to the continued state of the market and the implications for cash flow, the Island Offshore Group, including the parent company Island Offshore Shipholding LP, initiated negotiations for a Standstill and Deferral Agreement with secured creditors effective 22.11.2016. The parent company is in breach with the current financial covenants and has requested a waiver from the secured and unsecured lenders as part of the restructuring negotiations. To date the parent company has not received a formal waiver as requested from the lenders, to the contrary the lenders have reserved their rights under the loan agreements. The Group has presented a holistic and comprehensive restructuring proposal to the secured lenders, which is currently being evaluated by respective financial and legal advisors.

The Company is dependent on receiving financial support from the parent company, Island Offshore Shipholding LP, in order to fully finance takeout of the vessel under construction. The Board of Directors continues to monitor the financial situation of the Company closely and will assess the need for capital contributions going forward.

In accordance with the Norwegian Accounting Act § 3-3a the Board of Directors confirms that the financial statements are prepared on the basis of a going concern assumption. The basis for this assumption is the financial position of the Company at 31.12.2016, and the assumption that that an acceptable and sustainable restructuring of the parent company is agreed with the lenders.

Work environment and gender equality

The Company does not have employees. The board comprises representatives from the largest shareholders.

External environment

The Company's operations do not pollute the external environment beyond what is normal for this type of business.

Island Navigator Holding KS
Org. no: 915 143 415



Financial risk

The partnership has no financial risks except the value of interests in the partnership and the limited companies. Long term loan is towards related party.

Future outlook

The Company's future result is dependant on the financial development of the partnership.

Other matters

Beyond the above, the Board is not aware of any subsequent events that could be significant for the evaluation of the Company's financial position and results. Reference is made to the income statement, balance sheet and notes.

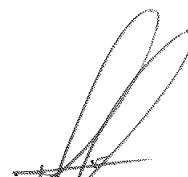
Allocation of results

The Board proposes the following allocation of the 2016 net loss of NOK -1.510.173:

Transferred to other equity	NOK	-1.510.173
-----------------------------	-----	------------

Ulsteinvik, 08.05.2017


Morten Ulstein
Chairman of the Board


Håvard Ulstein
Board Member



Income statement

Island Navigator Holding KS

	Note	2016	2015
Other operating expenses	3	16 529	28 360
Operating profit		-16 529	-28 360
Income on investments in associated companies	4	-1 463 539	-63 042
Interest income		2 849	8 139
Interest expenses, intercompany		32 954	0
Ordinary result		-1 510 173	-83 263
Net profit for the year		-1 510 173	-83 263
Transfer to uncovered loss		-1 510 173	-83 263
Total transfers		-1 510 173	-83 263



Balance sheet

Island Navigator Holding KS

	Note	2016	2015
Assets			
Fixed assets			
Intangible fixed assets			
Financial fixed assets			
Investments in subsidiaries	4	104 513	1 568 052
Total financial fixed assets		104 513	1 568 052
Total fixed assets		104 513	1 568 052
Current assets			
Other receivables	5	1 500 000	0
Total debtors		1 500 000	0
Cash and bank deposits		95 438	1 608 139
Total current assets		1 595 438	1 608 139
Total assets		1 699 951	3 176 191

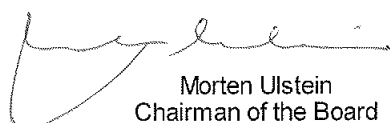


Balance sheet

Island Navigator Holding KS

	Note	2016	2015
Liabilities and equity			
Equity			
Paid in equity			
Share capital		1 600 000	1 600 000
Total paid in equity	8	1 600 000	1 600 000
Retained earnings			
Other equity		-1 593 435	-83 263
Total retained earnings		-1 593 435	-83 263
Profit not allocated		0	0
Total equity	7	6 565	1 516 737
Liabilities			
Provision for liabilities			
Other long term debt	5	1 646 641	1 646 641
Other longterm debt		1 646 641	1 646 641
Current liabilities			
Other short term liabilities	5	46 746	12 813
Total current liabilities		46 746	12 813
Total liabilities		1 693 387	1 659 454
Total equity and liabilities		1 699 951	3 176 191

ULSTEINVIK, 31.12.2016 / 08.05.2017
The Board of Directors Island Navigator Holding KS


Morten Ulstein
Chairman of the Board


Håvard Ulstein
Board Member



Notes to the financial statements 2016

Island Navigator Holding KS

NOTE 1 ACCOUNTING PRINCIPLES

Island Navigator Holding KS is included in the consolidated financial statement for Island Offshore Shipholding, L.P. , c/o Island Offshore Shipping AS, Stållhaugen 12, 6065 Ulsteinvik, Norway.

The financial statements are prepared in accordance with the Norwegian Accounting Act and Generally Accepted Accounting Principles for small businesses (NRS 8) in Norway.

The significant principles are described below.

Revenue and expense recognition

Revenue and costs related to vessel operations are recorded based upon the number of journey days before and after the end of the accounting year.

Classification criteria

Assets to be owned or utilized permanently, and receivables falling due later than one year from the end of the accounting year, are classified as fixed assets. Other assets are classified as current assets. Same principles are assumed for liabilities.

Valuation of current assets

Current assets are recorded net of expected future losses and at the lowest value of cost price and market value.

Bunkers and lube oil balances are accrued in the balance sheet based upon consumption and purchase price.

Receivables

Account Receivables and other Receivables are recorded in the balance sheet at face value after deduction of expected loss. Loss on debtors are accounted for on basis of individual assessment of the receivables.

Currency

Transactions in foreign currency are recorded at the exchange rate at the transaction date. Current assets and current liabilities are recorded at the exchange rate at the balance sheet date.

Taxes

Deferred tax/tax asset is calculated on the basis of all differences between accounting and tax values for assets and liabilities. Deferred tax is estimated with 24 % rate based on the temporary differences between tax and accounting values, as well as deferred tax loss carried forward at the end of the accounting year. Deferred tax asset is based on taxable loss to be utilized in future taxable profit.



Notes to the financial statements 2016

Island Navigator Holding KS

NOTE 2 THE COMPANY BUSINESS

The Company's main purpose is to own 100 % of partnership Island Navigator I KS and 100% of the shareholding in Island Navigator Shipping AS. These companies will respectively be the ship owner and the operating company for the Island Navigator, a UT777 design Tophole Drilling vessel. Island Navigator I KS has a contract with Kawasaki Heavy Industries to build the vessel and planned delivery will take place in January 2019.

NOTE 3 PAYROLL, EMPLOYEES

The company has no employees and has no obligation to have pension funds. No fees or remuneration has been paid to the Board of Directors. Audit fee has been expensed with NOK 16.529 excluding VAT in 2016.

NOTE 4 INVESTMENT IN FINANCIAL FIXED ASSETS

The partnership owns following shares in limited companies and partnerships recorded in accordance with equity method :

	Net book value 01.01	Share of this year's profit+/ loss -	Net Book value	Owner share in %
Island Navigator I AS	161 870	-145 413	16 457	100 %
Island Navigator Shipping AS	106 319	-18 265	88 055	100 %
Island Navigator I KS	1 299 862	-1 299 862	-	90 %
Total	1 568 051	-1 463 539	104 513	

According to Norwegian Accounting Principles, the value of shares in Island Navigator I KS is written down to zero due to negative equity of NOK -165.188,- in the partnership.



Notes to the financial statements 2016

Island Navigator Holding KS

	<u>Island Navigator I KS</u>
Total committed capital	2 000 000
Committed capital not paid in	500 000
Ownership	<u>90 %</u>
Share of fixed assets	90 141 726
Share of current assets	1 413 554
Share of liabilities	<u>-91 703 948</u>
Share of book value equity KS	<u>-148 668</u>
Share of accounting profit	<u>-1 448 532</u>
Share of tax profit / loss	<u>-</u>

Shares in Island Navigator I KS is written down to zero in the Company's balance sheet.

NOTE 5 RELATED PARTIES

Transactions with related parties:	<u>2016</u>	<u>2015</u>
Short term receivable Island Offshore Management AS	1 500 000	0
Other long term debt Island Offshore Shipholding L.P.	-1 646 641	-1 646 641
Other short term liability Island Navigator Holding AS	-9 481	-12 813

Loans from related parties have been charged with interests at market rates based on arm's length principles.



Notes to the financial statements 2016

Island Navigator Holding KS

NOTE 6 TAXES

Deferred tax is calculated on the basis of temporary differences between accounting and tax values existing at the end of the accounting period.

Negative temporary differences and positive temporary differences that are reversible in the same period are offset and recorded net.

Deferred tax/tax asset has been calculated as follows:

	2016	2015
Total temporary differences financial fixed assets	-1 348 735	-47 607
Tax loss carried forward	-66 855	-20 221
Basis for deferred tax	-1 415 590	-67 828
Deferred tax+/ asset -	-339 742	-16 957
Deferred tax rate	24 %	25 %

Calculation of this year's tax expense:

	2016	2015
Profit before tax	-1 510 173	-83 263
Permanent differences		
Annual tax basis	-1 510 173	-83 263
Reversed accounting loss on partnership	1 463 539	63 042
Taxable loss on partnership	-	-
Basis for tax payable	-46 634	-20 221

Deferred tax or deferred tax asset is not expensed or capitalized in the balance sheet for the partnership in accordance with Norwegian Accounting principles.

NOTE 7 EQUITY

	2016
Tied up Capital	800 000
Committed Capital	2 000 000
Un-called Capital	400 000
Paid in Capital	1 600 000
Retained earnings previous years	-83 263
This year's loss	-1 510 173
Retained earnings	-1 593 435
Total Equity	6 565



Notes to the financial statements 2016

Island Navigator Holding KS

NOTE 8 OWNERSHIP

The company's committed capital of NOK 2.000.000 consist of 2.000 shares a NOK 1.000.

Owners at 31.12:

Shareholders	Number of shares	Ownershare
Island Navigator Holding AS	200	10 %
Island Offshore Shipholding, L.P.	1 800	90 %
Total number of shares	2 000	100 %

NOTE 9 GOING CONCERN

Due to the continued state of the market and the implications for cash flow, the Island Offshore Group, including the parent company Island Offshore Shipholding LP, initiated negotiations for a Standstill and Deferral Agreement with secured creditors effective 22.11.2016. The parent company is in breach with the current financial covenants and has requested a waiver from the secured and unsecured lenders as part of the restructuring negotiations. To date the parent company has not received a formal waiver as requested from the lenders, to the contrary the lenders have reserved their rights under the loan agreements. The Group has presented a holistic and comprehensive restructuring proposal to the secured lenders, which is currently being evaluated by respective financial and legal advisors.

The Company is dependent on receiving financial support from the parent company, Island Offshore Shipholding LP, in order to fully finance takeout of the vessel under construction. The Board of Directors continues to monitor the financial situation of the Company closely and will assess the need for capital contributions going forward.

In accordance with the Norwegian Accounting Act § 3-3a the Board of Directors confirms that the financial statements are prepared on the basis of a going concern assumption. The basis for this assumption is the financial position of the Company at 31.12.2016, and the assumption that that an acceptable and sustainable restructuring of the parent company is agreed with the lenders.



Building a better
working world

Statsautoriserte revisorer
Ernst & Young AS

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

Foretaksregisteret: NO 976 389 387 MVA
Tlf: +47 55 21 30 00
Fax: +47 55 21 30 01
www.ey.no
Medlemmer av Den norske revisorforring

INDEPENDENT AUDITOR'S REPORT

To the Annual Partnership Meeting of Island Navigator Holding KS

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Island Navigator Holding KS, which comprise the balance sheet as at 31 December 2016, the income statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Company as at 31 December 2016 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 in accordance with the ethical requirements that are relevant to our audit of the financial statements in Norway, and we have fulfilled our ethical responsibilities as required by law and regulations. We have also complied with our other ethical obligations in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Material uncertainty related to going concern

We draw attention to note 9 in the financial statements and the Board of Director's report, which describes that the Company and Group is dependent on an agreement with its creditors for an acceptable and sustainable restructuring to continue as going concern. These events or conditions, along with other matters as set forth in note 9 and the Board of Director's report, indicate that a material uncertainty exists that may cast significant doubt on the Company's and Group's ability to continue as a going concern. Our opinion is not modified in respect of this matter.

The financial statements do not reflect impairment charges or provisions that might be required if the Company or Group was liquidated or the assets sold in a distressed situation.

Other information

Other information consists of the information included in the Company's annual report other than the financial statements and our auditor's report thereon. The Board of Directors (management) are responsible for the other information. Our opinion on the audit of the financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the



Building a better
working world

Opinion on registration and documentation

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

Bergen, 12 May 2017
ERNST & YOUNG AS

Jørn Knutsen
State Authorised Public Accountant (Norway)