



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer:	926 146 459
Organisasjonsform:	Aksjeselskap
Foretaksnavn:	BEERENBERG SERVICES AS
Forretningsadresse:	Kokstaddalen 33 5257 KOKSTAD

Regnskapsår

Årsregnskapets periode:	01.01.2020 - 31.12.2020
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Konsern

Morselskap i konsern:	Ja
Konsernregnskap lagt ved:	Nei

Regnskapsregler

Regler for små foretak benyttet:	Nei
Benyttet ved utarbeidelsen av årsregnskapet til selskapet:	Forenklet IFRS

Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet:	Bård Dyrkolbotn
Dato for fastsettelse av årsregnskapet:	21.04.2021

Grunnlag for avgivelse

År 2020: Årsregnskapet er elektronisk innlevert
År 2019: Tall er hentet fra elektronisk innlevert årsregnskap fra 2020

Det er ikke krav til at årsregnskapet m.v. som sendes til Regnskapsregisteret er undertegnet. Kontrollen på at dette er utført ligger hos revisor/enhetens øverste organ. Sikkerheten ivaretas ved at innsender har rolle/rettighet for innsending av årsregnskapet via Altinn, og ved at det bekreftes at årsregnskapet er fastsatt av kompetent organ.

Brønnøysundregistrene, 26.06.2022



Resultatregnskap

Beløp i: NOK	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Salgsinntekt	2	1 561 220 000	2 140 664 000
Annen driftsinntekt	2	14 101 000	394 000
Sum inntekter		1 575 321 000	2 141 058 000
Kostnader			
Varekostnad		184 492 000	252 256 000
Lønnskostnad	5,6	961 496 000	1 372 331 000
Avskrivning på varige driftsmidler og immaterielle eiendeler	7	42 302 000	43 651 000
Nedskrivning av varige driftsmidler og immaterielle eiendeler	7	613 000	402 000
Annen driftskostnad	16	245 334 000	306 296 000
Sum kostnader		1 434 237 000	1 974 936 000
Driftsresultat		141 084 000	166 122 000
Finansinntekter og finanskostnader			
Annen finansinntekt	13	8 295 000	19 114 000
Sum finansinntekter		8 295 000	19 114 000
Annen finanskostnad	18	7 079 000	18 176 000
Sum finanskostnader		7 079 000	18 176 000
Netto finans		1 216 000	938 000
Ordinært resultat før skattekostnad		142 300 000	167 060 000
Skattekostnad på ordinært resultat	10	31 319 000	37 356 000
Ordinært resultat etter skattekostnad		110 981 000	129 704 000
Årsresultat		110 981 000	129 704 000
Overføringer og disponeringer			
Avgitt konsernbidrag	8	-127 161 000	-125 140 000
Overføringer til/fra annen egenkapital	8	-16 182 000	4 564 000
Sum overføringer og disponeringer		110 979 000	129 704 000



Balanse

Beløp i: NOK	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Forskning og utvikling	7	7 474 000	10 598 000
Utsatt skattefordel	10	7 182 000	2 707 000
Sum immaterielle eiendeler		14 656 000	13 305 000
Varige driftsmidler			
Tomter, bygninger og annen fast eiendom	7,9	44 835 000	60 130 000
Maskiner og anlegg	7,9	117 513 000	128 094 000
Driftsløsøre, inventar, verktøy, kontormaskiner og lignende	7,9	1 729 000	1 807 000
Sum varige driftsmidler		164 077 000	190 031 000
Finansielle anleggsmidler			
Investering i datterselskap	14	78 020 000	76 352 000
Lån til foretak i samme konsern	12,13	26 639 000	56 447 000
Pensjonsmidler	6	9 874 000	7 793 000
Sum finansielle anleggsmidler		114 533 000	140 592 000
Sum anleggsmidler		293 266 000	343 928 000
Omløpsmidler			
Varer			
Varer	4,9	33 601 000	23 417 000
Sum varer		33 601 000	23 417 000
Fordringer			
Kundefordringer	9,13,1 7	275 733 000	254 711 000
andre fordringer	13,17	33 436 000	22 792 000
opptjent, ikke fakturert	17	134 659 000	182 212 000
Sum fordringer		443 828 000	459 715 000
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter og lignende	3	80 903 000	119 454 000
Sum bankinnskudd, kontanter og lignende		80 903 000	119 454 000



Balanse

Beløp i: NOK	Note	2020	2019
Sum omløpsmidler		558 332 000	602 586 000
SUM EIENDELER		851 598 000	946 514 000
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Selskapskapital	8	20 200 000	20 200 000
Overkurs	8	7 976 000	7 976 000
Sum innskutt egenkapital		28 176 000	28 176 000
Opptjent egenkapital			
Annen egenkapital	8	232 908 000	249 090 000
Sum opptjent egenkapital		232 908 000	249 090 000
Sum egenkapital		261 084 000	277 266 000
Gjeld			
Langsiktig gjeld			
Pensjonsforpliktelser	6	11 266 000	9 314 000
Andre avsetninger for forpliktelser	15	16 000 000	16 000 000
Sum avsetninger for forpliktelser		27 266 000	25 314 000
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	12	42 929 000	53 588 000
Sum annen langsiktig gjeld		42 929 000	53 588 000
Sum langsiktig gjeld		70 195 000	78 902 000
Kortsiktig gjeld			
Leverandørgjeld	13	127 795 000	148 421 000
Betalbar skatt	10	-585 000	
Skyldige offentlige avgifter		71 266 000	99 592 000
Annen kortsiktig gjeld	11,13,	321 844 000	342 335 000
Sum kortsiktig gjeld		520 320 000	590 348 000



Balanse

Beløp i: NOK	Note	2020	2019
Sum gjeld		590 515 000	669 250 000
SUM EGENKAPITAL OG GJELD		851 599 000	946 516 000



Skatteetaten

Vår dato
12.12.2019

Din/Deres dato
25.11.2019

Saksbehandler
Joakim Engebretsen

800 80 000
Skatteetaten.no

Din/Deres referanse

Telefon
92251412

Org.nr
974761076

Vår referanse
2019/6720991

Postadresse
Postboks 9200 Grønland
0134 OSLO

U.off. offl. § 13, sktvl. § 3-1

BEERENBERG SERVICES AS
Postboks 273 Slåtthaug
5851 BERGEN

Dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk

Vi viser til Beerenberg Services AS' søknad om dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering selskapet dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at engelsk språk benyttes i stedet ved utarbeidelsen, og at øvrige opplysninger som vedtaket baserer seg på, heller ikke endres vesentlig.

Kopi av dette brevet må sendes Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

Bakgrunn

Fra søknaden siteres:

Selskapet Beerenberg Services AS, organisasjonsnummer 926146459, ønsker å levere årsregnskap og årsberetning på engelsk fra og med 2019. Begrunnelse er følgende:

- Selskapet driver virksomhet i den internasjonale olje og gassbransjen.
- Selskapets arbeidsspråk er primært engelsk
- Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk
- En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav
- Selskapets ultimate eier er et utenlandsk Private Equity selskap.
- Øvrige selskaper i konsernet har denne dispensasjonen allerede.

Skattekontorets 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 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, kunder og lokalsamfunnet.

Det er etter skattekontorets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Som nevnt ovenfor er det særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I dette tilfellet er det opplyst at selskapet driver virksomhet i en internasjonal bransje hvor alle sentrale aktører og samarbeidspartnere behersker og benytter engelsk språk. Selskapets arbeidsspråk er primært engelsk og selskapets ultimate eier er et utenlandsk selskap. Skattekontoret finner at disse forholdene samlet tilsier at dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk kan gis.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Roar Thorbjørnsen
Underdirektør
Innsats, storbedrift
Skatteetaten

Joakim Engebretsen

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.



ANNUAL REPORT 2020

BEERENBERG SERVICES AS





Annual Director's Report 2020

When the first wave of the Covid-19 pandemic hit us at full force in March 2020, Beerenberg's priorities became crystal clear. We needed to safeguard the health and safety of our employees, maintain critical operations and infrastructure – and be there for our customers. It was an intense and challenging time marked by great uncertainty. The oil and gas market remain volatile and competitive during the challenging times, but Beerenberg's market position strengthened through solid operational performance and delivering "beyond expectations" during the period.

The business area Services is built around Beerenberg's core ISS disciplines (Insulation, Scaffolding and Surface treatment) and also include passive fire protection, technical cleaning, rope access techniques, architectural/outfitting services and the cold work concepts Sveisolat (habitats) and cold cutting / mobile machining, all primarily offered to clients on the Norwegian Continental Shelf (NCS).

The business area Benarx is built around Beerenberg's proprietary Benarx® product range of high specification insulation products (thermal, acoustic and passive fire protection) as well as insulation solutions for subsea installations.

Beerenberg has its head office in Bergen.

Group Accounts are prepared for Beerenberg AS, which is the parent-parent company of Beerenberg Services AS. The Group Accounts is available at the Company website and can also be provided by contacting the Brønnøysund Register Centre.

FINANCIAL STATEMENT

The operating revenue in 2020 decreased by approx. 26% to NOK 1,575 million compared with NOK 2,141 million in 2019. The decrease is mainly related to the Covid-19 pandemic that shut down activity in March and the gradually activity increase towards the end of the year.

Earnings before interest, taxes depreciation and amortisation (EBITDA) ended at NOK 183 million, down 13% compared to NOK 210 million in 2019. The EBITDA margin was increasing to 11,6%, compared to 9,8% in 2019.

Net financial income for 2020 ended at NOK 1 million in line with 2019 which also ended at NOK 1 million.

The full year net profit of 2020 was NOK 111 million versus NOK 130 million in 2019.

The estimated order backlog at the year-end, including frame agreements and options, was NOK 8.1 billion, down from NOK 9.3 billion in 2019.

CAPITAL, CASH FLOW AND LIQUIDITY

Total assets at the end of 2020 amounted to NOK 852 million, down from NOK 947 million in 2019, mainly due to lower activity.

The equity was NOK 261 million, down from NOK 277 million. The reason for the decrease is because of group contribution. The equity ratio is 31 %.





Cash flow from operating activities depends on a number of factors, including progress on and delivery of projects, changes in working capital and prepayments from customers. Cash flow from operating activities was NOK 118 million, compared to NOK 216 million in 2019.

Beerenberg's net cash inflow for investment activities was NOK 14 million in 2020, up from an outflow of NOK 67 million in 2019, where the main difference is incoming payments of loan from subsidiary.

Net cash outflow related to financing activities was NOK 171 million, down from NOK 95 million in 2019. The reason for the decrease is mainly due to higher group contribution paid in 2020 compared to 2019.

Total non-current assets were NOK 293 million in 2020, up from NOK 344 million in 2019. Current assets were NOK 558 million in 2020, down from NOK 603 million in 2019.

Total current liabilities were NOK 520 million in 2020, down from NOK 590 million and total non-current liabilities were NOK 70 million compared to NOK 79 million in 2019.

SHAREHOLDERS

Beerenberg Holding AS owns 100 % of the shares in Beerenberg Services AS.

FINANCIAL RISK

The board of directors of the Beerenberg group sets out a framework and develops guidelines for risk management in the group and continuously controls and supervises the implementation of these. The group's central finance department has overall responsibility for day-to-day management and follow-up of the group's financial risks and works closely with the operational units to identify, evaluate and implement necessary measures to reduce risk.

Risk management covers credit risk, currency risk, interest rate risk, financial and liquidity risk, market risk and technology risk.

CREDIT RISK

The Beerenberg group conducts business in an environment dominated by large and strong clients, and historically there have been few losses incurred on its receivables. New customers are credit-checked before entering into contracts, and efforts are made during international operations to use letters of credit to safeguard receivables and payment demands wherever possible. The oil and gas market have elements of increased credit risk. To deal with these the company has introduced additional measures to monitor credit risk within certain client segments, especially maintenance, modifications and for international clients.

The still ongoing Covid-19 pandemic might increase the credit risk and the Beerenberg group is actively monitoring the clients.

CURRENCY AND INTEREST RATE RISK

A key principle for the Beerenberg group is to keep the currency risk as low as possible by using the same currency for both income and expenditure. In its international operations the group is not





always able to follow this principle and as a result client and supplier contracts involving currency exposure above and beyond defined limits must be hedged. A limited amount of the group's revenues, expenditure and investments are denominated in foreign currencies.

The group's interest rate risk in relation to interest-bearing debt is for the most part hedged through a long-term interest rate agreement, whereby a variable NIBOR-based interest rate plus a spread has been swapped so that exposure towards fluctuations in the short-term interest rate is reduced.

FINANCIAL AND LIQUIDITY RISK

The Beerenberg group's debt was refinanced in 2020 and the group retains the relationship with its main banks, providing working capital financing and guarantee limits.

The company's financing arrangement requires it to achieve adequate cash flow and revenues over time. The company continues to measure the financial criteria in line with the terms of the agreement.

The Beerenberg group's financing is partly a listed loan with expiry November 2023.

MARKET RISK

The Beerenberg group operates in the oil and gas market, which due to oil price fluctuations can be volatile. Beerenberg is affected by the oil companies' actions and the prevailing oil and gas prices. To mitigate this, Beerenberg has diversified into various segments of the market, e.g. new-build and maintenance and modification projects. Beerenberg is also expanding internationally, with the proprietary Benarx® product range and it is looking into related market segments, such as onshore and non oil and gas related products and services.

There is reason to believe that investment on the Norwegian Continental Shelf will abate in the long term. In order to expand its operations and customer base, the group has therefore been working to grow its international presence.

TECHNOLOGY RISK

The market in which Beerenberg operates will continue to seek improved solutions and products for the future. In order to maintain its competitive edge, the group has adopted a strategy of continued investment in engineering services, digitalization and R&D along with an ambition to protect its assets through patents and other proprietary rights.

RESEARCH AND DEVELOPMENT

The Beerenberg group's focus as regards to research and development is product and method development in the field of ISS. Beerenberg is working actively with research communities and institutions with a view to developing new technology and in-house expertise within the group's areas of operation.

Research and development are conducted in close partnership with clients in order to create value for the group's customers.





The Beerenberg group has a continuous focus on research and development and as at 31.12.20 the group had 16 registered patent families with 43 regional and national patents, 3 Patent Pending cases and 0 PCT/regional applications ongoing.

SOCIAL RESPONSIBILITY AND ETHICS

Beerenberg's annual report includes a separate account of the group's approach, conduct and guidelines in relation to social responsibilities and ethics.

Beerenberg's ethical guidelines are a central part of its training programmes as training in the group's ethical guidelines helps ensure that employees and others acting on behalf of the group exercise good judgement and behave in a manner that is consistent with the company's ethical rules.

HUMAN RELATIONS, ORGANISATION AND WORKING ENVIRONMENT

Human relations and working environment

The Beerenberg group had 1,056 employees as at 31.12.20, down from 1,136 at the end of 2019. Including contractors, the number of FTEs totalled 1533.

Beerenberg seeks to sustain a good working environment with enthusiastic and motivated staff who feel that they are being well looked after. The group has staff arrangements and fora for co-operation between staff and management, as is common within the sector.

EQUALITY AND DISCRIMINATION

Beerenberg has respect for every individual and recruitment is based on qualifications without regard for the candidate's gender, age, disability, ethnicity, religion or cultural background. Beerenberg wishes to create an inclusive workplace culture and is working actively to ensure a good working environment. All employees shall be given pay and working conditions that competitive and fair.

It is Beerenberg's ambition to increase the proportion of women at all levels within the organisation by taking a systematic approach to recruitment and enabling development and growth within the organisation. Female employees, most of whom serve in administrative positions, made up 6.4% of the workforce at year end. In 2020 there were one woman in the group management team and two women on the board of directors.

ORGANISATION

In 2020 Beerenberg went into a joint venture with DSL Ltd and established DSL Beerenberg Thailand Ltd.

The company is organised as two business divisions – Services and Benarx.





HEALTH, SAFETY AND ENVIRONMENT

Beerenberg continuously works to prevent injury and to create a working environment that is meaningful and healthy for all employees. Beerenberg has adopted a zero-tolerance philosophy in relation to injury to people, damage to the natural environment and material assets. The effort to prevent acute damage to health and long-term injuries is a high priority for Beerenberg. By focusing on training, health monitoring, risk management and robust working practices, Beerenberg seeks to reduce the risk of health issues and injuries amongst employees exposed to risk. Beerenberg's health monitoring programme also applies to our subcontractors and is managed through contract meetings, reporting and audits.

Good working practices, job planning and procedures alone are not enough to prevent sickness and injury. The key issue is compliance, whereby the knowledge and motivation of individual employees are important factors. Beerenberg's commitment to HSE includes (but is not limited to) obligatory HSE training for all employees and contractors as well as a three-day HSE course for all managers.

Central to Beerenberg's preventive HSE programme are also various surveys designed to strengthen our knowledge base, identify risk and associated HSE measures.

The company is working to reduce sickness absence, both at a collective and an individual level. Sickness absence in 2020 stood at 7,1%, an increase from 5.8% in 2019. Short-term sickness absence accounted for 3.7% and long-term absence for 3.4%. The corresponding figures for 2018 were 2.8% and 3,0%, respectively.

In 2020 the company recorded six incidents involving personal injury requiring more than first aid, two lost time injuries (LTI) and two requiring medical treatment. The number of incidents in 2019 was 12. Beerenberg continues its systematic and preventive approach to reducing the number of incidents.

THE NATURAL ENVIRONMENT

In conducting its operations, Beerenberg aims to minimize the environmental impact and the company aims to continuously improve its environmental performance.

Beerenberg's impact on the natural environment is primarily considered to stem from emissions of volatile organic compounds (VOCs) as a result of the use of paint products and solvents. This is a natural consequence of the group's activities, and the volume of VOC emissions will always reflect the volume of assignments and the type of products being ordered and delivered. Beerenberg endeavours to use alternative products and services that help reduce the environment footprint and with a lesser impact on the environment where possible (the substitution requirement). In order to reduce the negative environmental effects of its waste output, Beerenberg has introduced robust procedures for waste disposal and final processing (material and energy harvesting).

Environmental initiatives have also been introduced in administrative functions, and new-builds have helped ensure more energy-efficient solutions and robust systems for waste sorting.

Beerenberg is certified according to NS-EN ISO 9001: 2015 Quality management, NS-EN ISO 14001: 2015 Environmental management and NS-ISO 45001:2018 Occupational health and safety.





FUTURE PROSPECTS

Beerenberg's strategy plan was revised in the autumn of 2020. The plan provides a framework for the company's development up until 2023. In a challenging market the focus will still be on increasing cost-efficiency in both product development and service delivery.

Prospects in the Beerenberg group's primary markets fundamentally improved during 2020, and the maintenance and modifications market is expected to grow, despite the effects of the still ongoing Covid-19 pandemic. The company's long-term contracts over 10 and 15 years will provide a solid base for the company going forward. Yet it is important to note that the market is shaped by external factors, especially the price of oil.

Throughout 2020 the company has taken steps to boost its competitiveness and these initiatives will continue. Together with the company's robust foundations, this means the company expects to maintain its revenues and see long-term growth.

A focus area going forward will be to implement ESG in our way of working. ESG is directly linked to the long-term success of Beerenberg. It is our vision to go "Beyond expectations" –to seek solutions that exceed the expectations of the wider world and we therefore have a responsibility to drive necessary changes, while continually seeking out and creating more sustainable solutions.

The board emphasizes that the information included in this annual report contains certain forward looking statements that address activities or developments that the Company anticipates will or may occur in the future. The statements are based on assumptions and estimates, and some of them are beyond the Company's control and therefore subject to risks and uncertainties.

The world-wide Covid-19 outbreak in 2020 still has an effect in the market. And the risk of still volatile government regulations will affect the business.

THE BOARD'S STATEMENT ON CORPORATE GOVERNANCE AND EXECUTIVE MANAGEMENT

In its instructions the board of directors has directed the company and the group to develop procedures and systems for compliance with the Norwegian Code of Practice for Corporate Governance. The associated statement is presented as a separate part of the annual report.

THE BOARD'S ASSESSMENT AND EVENTS AFTER THE BALANCE SHEET DATE

In the board's view the financial statements and statement of financial position with accompanying notes provide a true picture of the activities of Beerenberg AS and of the company's position at year end.

In accordance with Section 3-3a of the Norwegian Accounting Act, the board can confirm that the requirements for the going concern assumption have been satisfied and that the financial statements have been prepared on that basis.





Bergen 8. April 2021
Board of Directors at Beerenberg Services AS

Ketil Lenning
Chairman

Sebastian Ehrnrooth

Svein Eggen

Morten Walde

Finn Kydland

Andre Simonsen

Ingelise Arntsen

Hilde Drønen

Arild Apelthun
CEO





Beerenberg Services AS Annual Accounts 2020

Income Statement

		01.01 - 31.12	
Amounts in NOK 1 000	Note	2020	2019
Revenue from contracts with customers	2	1 561 220	2 140 664
Other revenue	2	14 101	394
Total revenue		1 575 320	2 141 058
Materials, goods and services		184 492	252 256
Personnel costs	5,6	961 496	1 372 331
Depreciation and amortisation of tangible and intangible assets	7	42 302	43 651
Impairment of tangible and intangible assets	7	613	402
Other operating costs	16	245 334	306 296
Operating result		141 082	166 122
Financial revenue	13	8 295	19 114
Financial expenditure	18	7 079	18 176
Ordinary result before tax		142 298	167 060
Tax	10	31 319	37 356
Annual profit/loss		110 979	129 704
The annual profit/loss for the year is allocated to:			
Group contribution (net after tax)	8	127 161	125 140
Transferred to/from other equity	8	-16 182	4 564
Annual profit/loss		110 979	129 704

The accompanying notes are an integral part of these financial statements.





Beerenberg Services AS
Annual Accounts 2020

Statement of Comprehensive Income

Amounts in NOK 1 000	Note	2020	2019
Annual profit		110 979	129 704
<i>Other revenue and expenses</i>			
Total statement of comprehensive income		110 979	129 704
<i>The statement of comprehensive income is attributed to:</i>			
Shareholders		110 979	129 704
Total statement of comprehensive income		110 979	129 704

Other revenue and expenses is after tax and will be reversed in the income statement.

The accompanying notes are an integral part of these financial statements.





Beerenberg Services AS

Annual Accounts 2020

Balance Sheet

Amounts in NOK 1 000	Note	31.12.2020	31.12.2019
Assets			
<i>Noncurrent assets</i>			
Intangible assets			
Research and development, software and other intangible assets	7	7 474	10 598
Deferred tax asset	10	7 182	2 707
Total intangible assets		14 656	13 305
Tangible assets			
Buildings and building related improvements/alterations	7,9	44 835	60 130
Production equipment	7,9	117 513	128 094
Operating equipment	7,9	1 729	1 807
Total tangible fixed assets		164 077	190 031
Financial fixed assets			
Investments in subsidiary companies	14	78 020	76 352
Loans to related parties	12,13	26 639	56 447
Pension funds	6	9 874	7 792
Total financial fixed assets		114 533	140 592
Total noncurrent assets		293 266	343 929
<i>Current assets</i>			
Inventory	4,9	33 601	23 417
Receivables			
Accounts receivable from customers	9,13,17	275 733	254 711
Earned, not invoiced accounts receivables	17	134 659	182 212
Other receivables	13,17	33 436	22 792
Total receivables		443 828	459 715
Cash at bank	3	80 903	119 454
Total current assets		558 332	602 586
Total assets		851 598	946 516





Beerenberg Services AS Annual Accounts 2020

Balance Sheet

Amounts in NOK 1 000	Note	31.12.2020	31.12.2019
Equity and Liabilities			
Equity			
Paid-in capital			
Share capital	8	20 200	20 200
Share premium	8	7 976	7 976
Total paid-in capital		28 176	28 176
Retained earnings			
Other equity	8	232 908	249 090
Total retained earnings		232 908	249 090
Total equity		261 084	277 266
Liabilities			
Provisions for liabilities			
Pension obligations	6	11 266	9 314
Warranty provision	15	16 000	16 000
Total provisions for liabilities		27 266	25 314
Long-term liabilities			
Leasing Liabilities	12	42 929	53 588
Total long-term liabilities		42 929	53 588
Short-term liabilities			
Supplier liabilities	13	127 795	148 421
Tax payable	10	-585	0
Social security, VAT and other taxes		71 266	99 592
Other short-term liabilities	11,13	321 844	342 335
Total short-term liabilities		520 320	590 349
Total liabilities		590 514	669 250
Total equity and liabilities		851 598	946 516

The accompanying notes are an integral part of these financial statements.

Bergen, 08.04.2021
Board of Directors at Beerenberg Services AS

----- Ketil Lenning Chairman	----- Sebastian Ehrnrooth	----- Svein Eggen	----- Morten Walde
----- Finn Kydland	----- Andre Simonsen	----- Ingelise Arntsen	----- Hilde Drønen
		----- Arild Apelthun CEO	





Beerenberg Services AS Annual Accounts 2020

Statement of Cash Flows

Amounts in NOK 1 000	Note	2020	2019
Cash flow from operating activities			
Result for the period before tax		142 298	167 060
Tax paid for the period	10	73	0
Gains/losses from sales of fixed assets		-41	-278
Depreciation, write-down and amortisation	7	42 881	45 424
Changes to inventory	4	-10 184	4 507
Changes to accounts receivables from customers	17	-21 021	-56 340
Changes to supplier liabilities		-20 626	-2
Difference between expensed and paid-in/out pension premium	6	-129	-5 724
Changes to other time restricted items	11	-15 085	61 297
Net cash flow from operating activities		118 165	215 943
Cash flows from investments activities			
Incoming payments from sale of tangible and intangible fixed assets	7	72	1 029
Outgoing payments from purchase of tangible and intangible fixed assets	7	-13 833	-41 569
Outgoing payment from investment in subsidiary	14	-1 668	0
Incoming/Outgoing payments of loans to related parties	13	29 808	-26 390
Net cash flow from investment activities		14 379	-66 931
Cash flows from financing activities			
Outgoing payments on lease liabilities	18	-10 659	-9 895
Outgoing payment of group contribution	13	-160 436	-85 466
Net cash flow from financing activities		-171 095	-95 360
Net changes to cash and cash equivalents		-38 550	53 652
Cash and cash equivalents per 01.01.		119 454	65 802
Cash and cash equivalents per 31.12.		80 903	119 454

The accompanying notes are an integral part of these financial statements.





Beerenberg Services AS Annual Accounts 2020

Notes to the Financial Statement

Note 1 Accounting principles

Basic principles

The financial statements have been prepared in accordance with section 3-9 of the Norwegian Accounting Act and with the Directives specified by the Norwegian Ministry of Finance on 21. of January 2008 (simplified IFRS).

Basis for preparation

The annual financial statements have been prepared on the basis of historical cost principles, comparability, the going concern assumption, congruence and prudence. Transactions are recognised to the value of the consideration on the transaction date. Revenue is recognised in profit or loss as accrued, and costs are matched with accrued revenues. The accounting principles are described in more detail below.

Use of estimates

In the preparation of the annual accounts estimates and assumptions have been made that have affected the profit and loss account and the valuation of assets and liabilities, and uncertain assets and liabilities on the balance sheet date in accordance with generally accepted accounting practice. Areas which to a large extent contain such subjective evaluations, a high degree of complexity, or areas where the assumptions and estimates are material for the annual accounts, are described in the notes.

Classification of items in the statement of financial position

Assets intended for long-term ownership or use are classified as non-current assets. Assets associated with the circulation of goods are classified as current assets. Receivables are classified as current assets if they fall due within one year. Analogue criteria are applied to liabilities. However, repayments of non-current receivables and non-current liabilities made in the first year are not classed as current assets or current liabilities.

Revenue recognition

Most of the company's revenues are associated with the sale of services, goods and the hire of equipment in connection with maintenance contracts that the company has entered into. Revenues are recognized in accordance with IFRS 15 Revenue from contracts with customers.

The majority of the Company's contracts are invoiced and recognized as income on basis of hours incurred multiplied by a defined hourly rate associated with the services provided, unit price contracts are recognized as income in accordance with measured progress and equipment rental is recognized as income in the period the equipment is hired out.

Contract revenues include the initial amount agreed in the contract plus any variations in contract work, disputed amounts and incentive payments will only be included to the extent that it is highly probable that a reversal of revenue will not occur.

Contract expenses are recognized as incurred, unless they generate an asset related to future contract activity. Indirect expenses which are applicable to the company, or to the project activities, but which cannot be allocated to an individual project, are not included.

Revenue relating to ordinary activities is measured at the fair value of the consideration received or receivable, net of returns, trade discounts and volume rebates etc.

Revenue from services rendered is recognised when persuasive evidence exists that the work completed has been, or is highly likely to be, approved by the customer. This is assessed on the basis of the stage of completion of the service at the end of the reporting period. The stage of completion is assessed on the basis of work completed. If the outcome of a maintenance contract cannot be measured reliably, the contract revenues are recognised only to the extent that the incurred contract expenses are expected to be met by the customer. An expected loss on a contract is recognised in profit or loss as incurred.

Revenue from the sale of goods is recognised when persuasive evidence exists that the significant risks and rewards of owning the goods have been transferred to the buyer. For sales of the company's products, transfer normally occurs once the product is received at the customer's warehouse or installation.

Maintenance contracts

Most of the Company's revenue is associated with long-term maintenance contracts. As a general rule, these contracts are agreed with a fixed price per unit (unit price contracts) or a fixed price per hour, and variations thereof. What constitutes a unit varies from contract to contract, but it as an example may be a square metre of surface treatment. At the end of each billing





period, the company reports to the customer the number of hours and/or number of units completed in the period. The former is based on the recorded and approved number of hours, while the latter is based on physical progress. The customer reviews the supporting documentation and issues a payment certificate to the company. On the basis of the payment certificate, the company recognizes the revenue for the period as income and bills the customer. By having the customer review the documentation of work completed and issue a payment certificate, the revenue has the prior approval of the customer.

Delivery of material

In some contracts, the delivery of materials is incorporated in the fixed hourly price or the fixed unit price. In other cases, the delivery of materials is billed separately. The delivery of materials is recognized as income when the materials have been put into use on a project or transferred to the customer in some other way.

Other revenues

On smaller projects, the work carried out in the period is billed and recognized as income based on work completed or, as a general rule, based on approved timesheets, but without the customer issuing a payment certificate in advance. Some smaller projects are also billed and recognized as income upon completion of the project. These types of projects will rarely stretch over multiple reporting periods. Letting of scaffolding and other equipment is invoiced and recognized as income in the period it has been let.

Accrued, not invoiced contract revenues

Accrued, unbilled contract revenues represent the value of completed contract work less payment from the customer. The value of completed contract work is measured at cost plus accrued net profit to date. Payment from customers is offset in the statement of financial position against contract work in progress. Received customer advances in excess of the amount allocated to inventories are classed as current liabilities.

Government grants

The company receives various types of government grants in relation to its research and development activities. These may be funding through the SkatteFUNN scheme or other grants. Such grants, whereby the company is compensated for expenses incurred, are systematically recognized in profit or loss over the period that the expenses are recognized. Grants that compensate the company for the cost of an asset are recognized in profit or loss over the useful life of the asset. In 2020 the company qualified for government support packages related to Covid-19.

Expense recognition / matching

Expenses are matched with and recognised alongside the revenues to which they can be allocated. Expenses that cannot be allocated directly to revenue are recognised as incurred. All expenses linked to the restructuring or termination of an operation are recognised at the time the decision was made.

Contract costs are expensed when accrued unless they generate an asset related to future contractual activity. Indirect costs pertaining to the company as a whole, or project activity cost that can not be allocated to individual projects, are not included.

Tangible non-current assets

Tangible non-current assets are capitalised at acquisition cost less accumulated depreciation and write-downs. If the fair value of a non-current asset is lower than its book value, and the reasons for this are not deemed to be temporary, the non-current asset will be written down to its fair value. Expenses in connection with ordinary maintenance and repairs are recognised as incurred.

Intangible assets

Research and development

Expenditure on research activities, undertaken with the prospect of gaining new scientific or technical knowledge, is recognized in profit or loss as incurred.





Development activities include designs or plans for the production of new or substantially improved products and processes. Development expenditure is capitalized only if it can be reliably measured, if the product or process is technically or commercially viable, if future economic benefits are probable, and if the company intends to and has sufficient resources to complete the development and to sell or use the asset. The expenditure capitalized includes materials, direct labour, directly attributable overhead costs and borrowing costs. Other development expenditure is recognized in profit or loss as incurred.

Capitalized development expenditure is measured at cost less accumulated amortisation and accumulated impairment losses.

Depreciation

Property, plant and equipment are depreciated on a straightline basis over their estimated useful life. Depreciation is calculated on the basis of the cost of the asset or other amount substituted for cost, less its residual value.

The economic useful life of scaffolding is assessed, and its period of use has been set at 15 years. The period of use is the period in which the company expects to use the scaffolding and may thus be shorter than its economic useful life. The period of use and the residual value are assessed at the end of each reporting period and adjusted if necessary. Scaffolding is depreciated over a period of 15 years.

Containers and workshops are depreciated over a period of 10 years, while other production equipment and other assets are depreciated over a period of 3–7 years.

Intangible assets are amortised on a straight-line basis over their estimated useful life from the time they are available for use, since this most closely reflects the consumption of the future economic benefits embodied in the asset. The estimated useful lives for the current period and comparative periods are 5-10 years.

Amortisation method, useful life and residual value are reviewed annually and adjusted if necessary.

Leasing

IFRS 16 implemented from 2019 requires all contracts that contain a lease to be recognized on the balance sheet as a right-of-use asset and a corresponding lease liability. The lease liability represents the net present value of the lease payments to be made over the remaining lease period. The right-of-use asset is depreciated over the lease term. For Beerenberg this mainly applies to office buildings and other facilities. Short-term and low value lease agreements are exempted from IFRS 16 and accounted for as operating expenses.

Subsidiary companies

Subsidiaries are measured using the cost method in the separate financial statements. Investments are measured at the acquisition cost of the shares unless it has been necessary to write down their value. They are written down to fair value when the fall in value is due to other-than-temporary circumstances and it is deemed necessary in accordance with generally accepted accounting practices. Write-downs are reversed when the basis for a write-down is no longer present.

Inventories and cost of sales

Inventories are measured at an amount equal to the lower of acquisition cost and net realisable value. The net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and selling expenses. The acquisition cost of manufactured inventories includes the direct cost of materials, direct labour and a share of indirect production overheads, while the acquisition cost of purchased inventories is the cost price based on the first-in-first-out principle and includes the cost incurred in acquiring the inventories, production or conversion overheads and other costs incurred in bringing them to their existing location and condition. In accordance with IAS 2.28, the value of inventories is written down to the net realisable value if the inventories have been damaged or have become wholly or partially obsolete or if the selling price has fallen.

Cost of sales for the year comprises the cost price of goods sold plus any write-down in accordance with IAS 2.28 at the end of the year.

Trade receivables and other receivables

Trade receivables are initially recognized at fair value. The fair value of trade and other receivables is estimated as the present value of future cash flows, discounted at the market rate of interest at the end of the reporting period (the reporting date). Due to their short residual maturity, the nominal value of the receivables is deemed to reflect their fair value. Provisions for losses are accounted for when there are objective indicators that the company will not receive payment in accordance with the original terms and conditions. The provision is the difference between the nominal/amortised cost and expected payment (present value of expected future cash flow) from the customer.



**Accounts payable and other liabilities**

Trade payables are measured at fair value when initially recognized and at amortised cost in subsequent periods. Due to their short residual maturity, the nominal value of the payables is deemed to reflect their fair value / amortised cost.

Currency

Monetary items in foreign currencies are measured using the exchange rate at the end of the accounting year.

Pension obligations and pension costs

Employee benefits in the form of pension schemes are accounted for in accordance with NRS 6 and calculated in accordance with International Accounting Standard (IAS) 19R "Employee benefits". Pensions are described in Note 6. The net pension costs for the period are classed as salary and personnel costs.

The company operates a pension scheme financed by contributions paid into a separate legal entity (insurance company) in the form of a defined contribution plan. A defined contribution plan is a pension scheme under which the group pays fixed contributions to the insurance company. The group has no further payment obligations once the contributions have been paid. The contributions are recognized in profit or loss as salary costs as incurred. Prepaid contributions are recognized as assets to the extent that they can be refunded or reduce future contributions.

The company is also participant in the AFP scheme which is a pension-scheme that pays a lifelong supplement to ordinary pension benefits.

The company has in addition to the ordinary pension scheme also a supplementary pension plan for executive management and key employees.

Deferred tax and tax expenses

Deferred tax is calculated on the basis of temporary differences between carrying amounts and taxable values at the end of the accounting year. A nominal tax rate is used in the calculation. Positive and negative differences are offset against each other within the same period. A deferred tax asset occurs if there are temporary differences giving rise to tax deductions in the future. Tax for the year comprises changes in deferred tax and deferred tax assets together with tax payable for the year, adjusted for errors in the calculations for previous years.

Statement of cash flows

The statement of cash flows has been prepared using the indirect method. Cash and cash equivalents consist of cash, bank deposits and other short-term liquid investments which may be converted, immediately and with an insignificant exchange rate risk, to known cash amounts and which have a maturity date no later than three months from the acquisition date.

Contingent liabilities

From time to time, the company receives claims for compensation for / rectification of work that has been carried out. These are recognised as liabilities if it is highly probably that a claim will be paid or if work will be carried out free of charge in subsequent periods.

Error in previous years' accounts

If a material failure is detected in the previous year's accounts, this is recognized in equity and comparative figures for the previous year are restated. If the error is not material, this is recognized through profit and loss in the current year.

New and amended standards adopted by the company



The group has applied the following standards and amendments for the first time for the reporting period commencing 01.01.2020:

- Definition of Material – amendments to IAS 1 and IAS 8
- Definition of a Business – amendments to IFRS 3
- Interest Rate Benchmark Reform – amendments to IFRS 9, IAS 39 and IFRS 7
- Revised Conceptual Framework for Financial Reporting
- Covid-19-Related Rent Concessions – amendments to IFRS 16

None of the amendments listed above have had any impact on the amounts recognized in prior periods and are not expected to significantly affect the future periods.





Beerenberg Services AS Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 2 Revenue from contracts with customers

Beerenberg Services has organized its activities into the business units, Services and Benarx. Services has the overall responsibility for Beerenberg's newbuild, maintenance and modifications contracts. Benarx designs, manufactures and delivers a complete range of insulation and fire protection products.

Distribution of external and internal revenue

	2020	2019
External revenue from contracts with customers	1 516 604	2 054 732
Internal revenue from contracts with customer	58 716	86 326
Total revenue from contracts with customers	1 575 320	2 141 058

Beerenberg's main contracts with customers are servicing and maintenance contracts. Main deliveries in these contracts involves enhancing assets that the customer controls while the asset is enhanced. This means that Beerenberg's customer contracts involving sales of services are recognized over time when services are delivered.

Revenue from Beerenberg's contracts with customers involving sale of goods are recognized at a point in time which the company transfers control of the goods to the customer. The company's revenue also arises from hiring out different types of equipment. Revenues from these types of contracts are recognized over time as the customer has control of the equipment which is hired. Other revenue in 2020 relates mainly to government support packages related to Covid-19.

	2020	2019
Revenues from contracts with customers		
Revenues from sale of services	1 224 662	1 722 099
Revenues from sale of goods	203 410	271 767
Revenues from hiring of equipment	133 148	146 798
Total revenue from contracts with customers	1 561 220	2 140 664
Other revenue	14 041	116
Gains from sale of assets	60	278
Total other revenue	14 101	394
Total revenue	1 575 320	2 141 058

Geographic

Revenue is also measured according to whether it is earned in Norway/on the Norwegian Continental Shelf (NCS) or internationally (ICS).

	NCS		ICS		Total sales revenue	
	2020	2019	2020	2019	2020	2019
Revenue	1 564 978	2 077 243	10342	63 814	1 575 320	2 141 058





Beerenberg Services AS Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 3 Cash and bank deposits

The company has a tax withholding guarantee of 43 000.

The group has a combined overdraft and guarantee limit of 150 000. Deductions on overdraft as at 31.12.2020 amounted to 0 for the group as a total. Utilization of the guarantee limit amounted to 113 165

The liquidity in the group is organized in a Cash Pool arrangement where the parent company Beerenberg Services AS is the owner of the arrangement. The arrangement entails that Beerenberg AS, Beerenberg Holding and Beerenberg Industri AS's cash/debt to credit institutions are receivables/debt to Beerenberg Services AS. Beerenberg AS, Beerenberg Holding and Beerenberg Services AS is jointly and severable responsible for deductions in the cash pool.

The cash pool consists of the following as of 31.12.20:

Beerenberg AS	-5 996
Beerenberg Holding AS	1 629
Beerenberg Services AS	79 880
Beerenberg Industri AS	-5 316
	<u>70 196</u>





Beerenberg Services AS

Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 4 Inventory

Inventory	31.12.2020	31.12.2019
Raw materials	35 606	25 199
Provision for obsolete inventory	-2 006	-1 782
Total Inventory	33 601	23 417





Beerenberg Services AS Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 5 Personnel Cost / Compensations / number of FTEs / Loans to employees

Personnel costs

	2020	2019
Salaries incl. holiday pay	584 427	736 409
National Insurance contributions	83 764	104 756
Pensions	26 498	25 061
Contract personnel	250 518	490 793
Other employee benefits	16 290	15 312

Total personnel costs	961 496	1 372 331
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Number of Full-time equivalents (FTEs)	1 533	1 792
--	-------	-------

Compensations

	2020	2019
--	------	------

Directors' fees

	2020
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Chairman Ketil Lenning	400
Ingelise Arntsen	215
Hilde Drønen	195
Morten Walde	-
Svein Eggen	175
Sebastian Ehmrooth	175

Total for board members elected by shareholders	1 160
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Finn Kydland	60
Andre Simonsen	60
Tore Kjell Jørgensen (deputy member)	5
Christian Jørgensen (deputy member)	-
Rune Kårbo (observer)	11
Ståle Andreas Hovdekleiv (observer)	-

Total for board members elected by employees	135
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	2020	2019
Salary and other compensations for CEO	2 812	2 754

CEO have a pension scheme agreement which amounts to 10 % of salary.

No other bonuses, severance, options, loans or guarantees than described here are given to the board of directors or management.

The CEO has an agreement that ensure a salary for up to 18 months if the employer terminates the employment. A competition clause apply for the CEO in the same period. The CEO have a result-based bonus scheme, which is the same for all employers in the group management, and can maximum amount to 40 % of the yearly salary for CEO and 30% for group management





Beerenberg Services AS

Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 6 Pensions

Mandatory occupational pension

The company is obliged to operate an occupational pension scheme in accordance with the Norwegian act on mandatory occupational pensions. The company's pension schemes satisfy the provisions of this act.

Extended pension scheme

CEO and other defined key personell have an additional pension scheme agreement which amounts to 10 % of salary for CEO, 6 % for group executives and 3 % for other members of this pension scheme.

AFP

The Company is part of a AFP scheme that entitles the members to a lifelong pension supplement to ordinary pensions. Employees may elect to join the AFP scheme from the age of 62 while continuing to work, and they will accrue premiums additional benefits by continuing to work until the age of 67. The AFP scheme is a defined benefit multiemployer pension scheme and is financed by set as a percentage of salary. There is currently no reliable measurement and allocation of obligations and assets under the scheme. The scheme is accounted for as a contribution-based pension scheme whereby premium payments are recognised as an expense as incurred and no provisions are made in the financial statements.

Pension obligations has the following composition	2020	2019
Obligations related to extended pension scheme	11 266	9 314
Pension funds	-9 874	-7 792
Total net pension liabilities (- assets)	1 392	1 521

Pension cost in income statement has the following composition	2020	2019
Pension cost extended pension scheme	2 474	2 942
Pension cost mandatory occupational pension	12 547	10 440
Pension cost AFP scheme	11 477	11 679
Total pension cost in income statement	26 498	25 061





Beerenberg Services AS Annual Accounts 2020

Notes

Amount in NOK 1 000

Note 7 Tangible and intangible assets

Property, plant and equipment						2020	2019
	Cars	Production equipment	IT and data	Right of use assets	Building related improvements/alterations	Total	Total
Aquisition cost 01.01.	26 645	396 275	15 921	63 428	42 083	544 352	429 506
Merger with Benarx Solutions 01.01						0	9 793
Acquisitions of non-current assets	2 519	9 952	18		1 344	13 833	105 803
Disposals		-31				-31	-751
Acquisition cost 31.12.	29 164	406 196	15 939	63 428	43 427	558 154	544 352
Accumulated depreciation 01.01.	21 023	273 801	15 591	12 656	31 249	354 320	314 060
Depreciation for the year	2 086	19 446	176	13 408	4 029	39 144	39 858
Write-downs for the year		613				613	402
Accumulated depreciation 31.12.	23 109	293 860	15 767	26 063	35 278	394 077	354 320
Capitalized value 31.12.	6 055	112 336	172	37 365	8 149	164 077	190 031
Economic useful life	5 years	5-10-15 years	3 years	5-7 years	10 years		
Depreciation schedule	Straight-line	Straight-line	Straight-line	Straight-line	Straight-line		

The right-of-use assets is the balance sheet representation of Beerenbergs's right to use a leased asset over the course of the lease term according to IFRS 16. These assets mainly consists of the lease agreements for the head office and other facilities. The economic useful life and depreciation schedule equals the years in the lease agreement.

Intangible assets

	Patents and development		2020	2019
	R&D	projects	Total	Total
Aquisitions cost 01.01.	1 805	16 451	18 256	11 914
Merger with Benarx Solutions 01.01				7 147
Acquisitions in-house R&D				-805
Aquisition cost 31.12.	1 805	16 451	18 256	18 256
Accumulated depreciation 01.01.	1 033	6 624	7 658	4 102
Depreciation for the year	440	2 684	3 124	3 556
Write-downs for the year				
Accumulated depreciation 31.12.	1 473	9 308	10 782	7 658
Capitalized value 31.12.	332	7 142	7 474	10 598
Economic useful life		10 years		5 years
Depreciation schedule		Straight-line		Straight-line





Beerenberg Services AS

Annual Accounts 2020

Notes

Amount in NOK 1 000

Note 8 Equity and shareholder information

Equity	Share capital	Share premium	Retained earnings	Total
Equity 01.01.	20 200	7 976	249 090	277 266
Change in equity				
Total result for the period			110 979	
Group contribution (after tax)			-127 161	
Equity 31.12.	20 200	7 976	232 908	261 084

Share Capital and shareholder information

The Company's share capital is 20 200 and is distributed as follows:

	Class of shares	Total shares	Nominal value per share	Ownership share
Beerenberg Holding AS	Ordinary shares	200 000	101	100 %
Total shares		200 000	101	100 %





Beerenberg Services AS Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 9 Secured Liabilities and guarantees

The Company has provided security for its arrangement with Danske Bank. The tables below provide an overview of the arrangement and the book value of the assets set up as security.

Beerenberg Services AS is jointly and severally liable with the other group companies for a Bond issue in Beerenberg AS.

The Company has produced joint bank guarantee for all the companies in the group. The Company's guarantee liability pertains to contract guarantees for such guarantees and to guarantees to the authorities. As at 31.12.20, the guarantees in the Company totalled 113 165 compared to 100 936 as at 31.12.19.

	<u>31.12.2020</u>	<u>31.12.2019</u>
Security has been provided for the following debts:		
Guarantees, incl. Tax withholding guarantee	113 165	100 936
Long-term liabilities to credit institutions (in the company Beerenberg AS)	673 599	844 935
Total	<u>786 764</u>	<u>945 871</u>
Capitalized value of assets provided as security for secured debts:		
Fixed assets	126 712	139 258
Inventories	33 601	23 417
Trade receivables	211 791	212 827
Total	<u>372 103</u>	<u>375 502</u>

The company has no debt due later than five years.





Beerenberg Services AS Annual Accounts 2020

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Amount in NOK 1 000

Note 10 Tax

	01.01 - 31.12	
	2020	2019
Tax payable has been calculated as follows		
Ordinary result before tax	142 298	167 060
Permanent differences	390	2 458
Change in temporary differences	20 339	-9 082
Basis for tax payable	163 027	160 436
Group contribution	-163 027	-160 436
Basis for tax payable in the Balance Sheet	0	0
Tax cost is calculated as follows:		
Tax payable on the result of the year	35 866	35 296
Gross change deferred tax	-4 475	1 998
Total tax cost for the year	31 391	37 294
Tax Korean Branch	-73	62
Total tax cost for the year	31 319	37 356
	31.12.2020	31.12.2019
Tax payable on the Balance Sheet has been calculated as follows		
Tax payable on the result for the year	35 866	35 296
Tax effect Group Contribution	-35 866	-35 296
Tax grants (SkatteFUNN)	-585	0
Total tax payable/receivable (-)	-585	0
Spesification of the basis for deferred tax/deferred tax concessions		
Fixed assets	27 136	29 757
Current assets	-10 283	-7 882
Liabilities	-49 499	-34 181
Total basis for deferred tax/deferred tax concessions	-32 646	-12 307
Deferred tax/deferred tax concessions (-)	-7 182	-2 707
Explanation as to why the tax for the year does not amount to 22 % of the result before tax		
22 % of the result before tax	31 306	36 753
Permanent differences (22 %)	86	541
Calculated tax	31 391	37 294
Tax Korean Branch	-73	62
Total tax cost for the year	31 319	37 356





Beerenberg Services AS

Annual Accounts 2020

Notes

Amount in NOK 1 000

Note 11 Consolidated items

Consolidated items in the statement of cash flow:

	01.01 - 31.12		Effect on cash flow:
	2020	2019	
Unpaid government charges and special taxes	-71 266	-99 592	-28 326
Other current liabilities	-158 817	-181 900	-23 083
Other receivables	33 436	22 792	-10 643
Contract assets	134 659	182 212	47 553
Warranty provision	16 000	16 000	0
Tax liabilities	585	0	-585
Changes to other time restricted items			-15 085

Consolidated items in the balance sheet

Other current liabilities:

	2020	2019
Unpaid group contributions	163 027	160 436
Unpaid holiday pay	64 108	75 416
Project accruals	93 794	103 379
Accrued interest	43	464
Other	871	2 641
Total other current liabilities	321 844	342 336

Note 12 Receivables and Liabilities

Receivables with maturity within one year are classified as current assets and liabilities with maturity within one year are classified as current liabilities.

Long-term receivables with maturity later than one year

	2020	2019
Loan to related parties	26 639	56 447
Total long-term receivables	26 639	56 447

Long-term liabilities with maturity later than one year

	2020	2019
Leasing liabilities according to IFRS 16	42 929	53 588
Total long-term liabilities	42 929	53 588





Beerenberg Services AS Annual Accounts 2020

Notes

Amount in NOK 1 000

Note 13 Related parties

Intragroup balances

	Other short term liabilities		Loan to related parties		Loan from related parties	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Beerenberg Holding AS	1 569	2 901	0	0	0	0
Beerenberg AS	156 646	151 562	0	0	0	0
Beerenberg Industri AS	4 812	5 973	0	0	0	0
Beerenberg Singapore Pte. Ltd	0	0	26 639	29 880	0	62
Beerenberg Poland sp. z o.o	0	0	0	26 567	0	0
Total	163 027	160 436	26 639	56 447	0	62

	Supplier liabilities		Accounts receivable	
	31.12.2020	31.12.2019	31.12.2020	31.12.2019
Beerenberg Industri AS	0	0	609	2 470
Beerenberg Korea Ltd	0	0	23 577	21 287
Beerenberg Poland sp. z o.o	3 257	5 639	3 279	4 998
Beerenberg Singapore Pte. Ltd	0	49	23 318	13 129
Beerenberg UK Ltd	0	0	10 822	0
Beerenberg DSL Ltd	0	0	2 337	0
Total	3 257	5 688	63 942	41 885

Transactions with related parties

In 2020 the group conducted transactions with related parties as follows:

The company has given a group contribution to Beerenberg AS of 156 646, Beerenberg Holding of 1 569, and Beerenberg Industri AS of 4 812.

Parent company and Group Accounts

The company's parent Company is Beerenberg Holding AS which has business address in Bergen.

Group Accounts are prepared for Beerenberg AS, which is the parent company of Beerenberg Holding AS.

The group accounts is available at the Company website and can also be provided by contacting the Brønnøysund Register Centre.





Beerenberg Services AS Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 14 Investment in subsidiaries

	Ownership share	Capitalized value	Result 2020	Equity 2020
Beerenberg Industri AS	100 %	26 360	-3 886	16 117
Beerenberg Poland Sp. Z.o.o.	100 %	49 683	-552	26 521
Beerenberg Singapore PTE Ltd	100 %	309	3 000	987
Beerenberg UK Ltd	100 %	117	10 236	10 115
Beerenberg DSL Ltd	49 %	1 550	-1 833	991

Beerenberg Industri AS's registered office is in Skien and was incorporated in 1995. The voting share is identical to the ownership share.

Beerenberg Poland Sp. Z.o.o.'s registered office is in Poland and was incorporated in 2015. The voting share is identical to the ownership share.

Beerenberg Singapore PTE Ltd's registered office is in Singapore and was incorporated in 2014. The voting share is identical to the ownership share.

Beerenberg UK Ltd registered office is in UK and was incorporated in 2020. The voting share is identical to the ownership share.

Beerenberg DSL Ltd is registered in Thailand and was incorporated in 2020. Beerenberg Services AS holds 49% of the shares in the company. The majority of voting rights is secured through the shareholder structure.

Beerenberg Services AS also has a branch office in Korea.

Note 15 Warranty provision

The company has warranty liabilities relating to maintenance contracts. Warranty periods may last for three to five years after an annual programme has been completed. New-build and modifications contracts are generally subject to a two to three year warranty after the completion certificate has been issued. Other provisions for liabilities are entirely related to warranty provision.





Beerenberg Services AS Annual Accounts 2020

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Amounts in NOK 1 000

Note 16 Other operating costs

Other operating costs

Beerenberg Services AS's other operating costs totals NOK 245 334 in 2020.
approx. 73 % of these costs are directly related to projects.

Other costs are costs relating to consultancy fees, project costs, premises and associated costs, IT, insurance premiums, contingents, marketing and patent costs.

	<u>2020</u>	<u>2019</u>
Travel expenses	95 379	115 317
Rental of equipment	26 747	35 460
Other project costs	57 915	95 494
Consultancy fees	17 441	19 277
Facilities	4 085	3 852
IT	14 855	14 289
Insurance	2 230	1 587
Subscription	1 795	1 389
Market	2 074	2 151
Patents	442	1 032
Office	6 168	10 923
Management fee	226	2 999
Other	15 977	2 527
Total	245 334	306 296
Auditor's fee	2020	2019
Statutory audit (incl. technical assistance with financial statements)	1 140	1 207
Tax advisory fee (incl. technical assistance with tax return)	88	192
Other assistance	127	268
Total	1 354	1 668

The sums stated are exclusive of VAT.





Beerenberg Services AS

Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 17 Trade receivables and other receivables

Trade receivables	2020	2019
Trade receivables at face value	214 791	216 327
Group internal trade receivables	63 942	41 885
Provision for bad debt	-3 000	-3 500
	<u>275 733</u>	<u>254 711</u>
Earned, not invoiced accounts receivable	134 659	182 212
Total trade receivables and earned, not invoiced revenue	<u>410 392</u>	<u>436 923</u>

Earned, not invoiced accounts receivables relates to consideration for work performed, but not yet invoiced at the reporting date. This mainly pertains to work performed in December 2020, invoiced in January 2021.

Earned, not invoiced accounts receivables is transferred to accounts receivables when the company has issued invoice to the customer.

Age distribution of trade receivables as of 31.12.

	2020	2019
Not overdue	214 849	224 595
0-30 days overdue	10 859	16 318
31-90 days overdue	13 128	11 746
More than 90 days overdue	39 898	5 552
	<u>278 733</u>	<u>258 211</u>

Approximately 75 % of the trade receivables relates to multinational oil companies with good payment history. The overdue receivables mainly relates to receivables from other companies in the group.

Extended payment terms to these companies have been granted as payments from end clients are dependent on project progress which have been delayed in 2020. Provision for potential losses are 3 000 which covers the uncertainty of payment from external clients. There are no provision for potential losses on group internal trade receivables.

Other receivables	2020	2019
Advance payments to employers	174	10,80
Project related receivables	11 926	6 487,57
Prepaid expenses	8 576	2 844,32
Other receivables	12 760	13 450,00
Total other receivables	<u>33 436</u>	<u>22 793</u>





Beerenberg Services AS
Annual Accounts 2020

Notes

Amounts in NOK 1 000

Note 18 Events after the reporting date

No events have occurred after the reporting date, that are of significant impact when considering the financial position or the result in the company.





Verifikasjon

Transaksjon 09222115557444910203

Dokument

Beerenberg Services AS 2020

Hoveddokument

33 sider

Initiert på 2021-04-08 12:39:05 CEST (+0200) av Tanja

Dyrrdal (TD)

Ferdigstilt den 2021-04-08 15:34:58 CEST (+0200)

Initiativtaker

Tanja Dyrrdal (TD)

Beerenberg

tandyr@beerenberg.com

+4745295334

Signerende parter

Sebastian Ehrnrooth (SE1)

Beerenberg

Fødselsnummer 196309270236

ehrnrooth@segulah.se

+46733604205



Navnet svensk BankID oppga var "Edvard Sebastian

Ehrnrooth"

Signert 2021-04-08 13:36:50 CEST (+0200)

Svein Eggen (SE2)

Beerenberg

sveineggen@gmail.com

+4790149295



Navnet norsk BankID oppga var "Svein Eggen"

Signert 2021-04-08 12:57:30 CEST (+0200)

Morten Haakon Walde (MHW)

Beerenberg

mowin.as@outlook.com

+4793232312

Ketil Lenning (KL)

Beerenberg

klenning@online.no

+4791190811



Navnet norsk BankID oppga var "Ketil Lenning"

Signert 2021-04-08 12:48:55 CEST (+0200)

Hilde Drønen (HD)

Beerenberg

hilde.dronen@gmail.com

+4791661009



Navnet norsk BankID oppga var "Hilde Drønen"

Signert 2021-04-08 15:34:58 CEST (+0200)

Ingelise Arntsen (IA)

Beerenberg

i-arktse@online.no

+4791317578





Verifikasjon

Transaksjon 09222115557444910203

bankID

Navnet norsk BankID oppga var "Morten Haakon Walde"
Signert 2021-04-08 13:15:41 CEST (+0200)

Finn Kydland (FK)

Beerenberg

finn.kydland@beerenberg.com

+4790042651

bankID

Navnet norsk BankID oppga var "Finn Kydland"
Signert 2021-04-08 13:37:32 CEST (+0200)

Arild Apelthun (AA)

Beerenberg

arild.apelthun@beerenberg.com

+4791819265

bankID

Navnet norsk BankID oppga var "Arild Apelthun"
Signert 2021-04-08 12:43:47 CEST (+0200)

bankID

Navnet norsk BankID oppga var "Ingelise Arntsen"
Signert 2021-04-08 12:56:59 CEST (+0200)

Andre Simonsen (AS)

Beerenberg

andre.simonsen@beerenberg.com

+4790114068

bankID

Navnet norsk BankID oppga var "Andre Simonsen"
Signert 2021-04-08 13:28:57 CEST (+0200)

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To the General Meeting of Beerenberg Services AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Beerenberg Services AS, which comprise the balance sheet as at 31 December 2020, the income statement, statement of comprehensive income and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements are prepared in accordance with law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with simplified application of international accounting standards according to section 3-9 of the Norwegian Accounting Act.

Basis for Opinion

We conducted our audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Company as required by laws and regulations, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

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

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

PricewaterhouseCoopers AS, Sandviksbodene 2A, Postboks 3984 - Sandviken, NO-5835 Bergen
T: 02316, org. no.: 987 009 713 VAT, www.pwc.no
State authorised public accountants, members of The Norwegian Institute of Public Accountants, and authorised accounting firm



Independent Auditor's Report - Beerenberg Services AS



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

The Board of Directors and the Managing Director (management) are responsible for the preparation and a true and fair view of the financial statements in accordance with simplified application of International Accounting Standards according to the Norwegian Accounting Act section 3-9, 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 laws, regulations, and auditing standards and practices generally accepted in Norway, including ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Report on Other Legal and Regulatory Requirements

Opinion on the Board of Directors' report

Based on our audit of the financial statements as described above, it is our opinion that the information presented in the Board of Directors' report concerning the financial statements and the going concern assumption is consistent with the financial statements and complies with the law and regulations.

Opinion on Registration and Documentation

Based on our audit of the financial statements as described above, and control procedures we have considered necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000, Assurance Engagements Other than Audits or Reviews of Historical Financial Information, it is our opinion that management has fulfilled its duty to produce a proper and clearly set out registration and documentation of the Company's accounting information in accordance with the law and bookkeeping standards and practices generally accepted in Norway.

(2)



Independent Auditor's Report - Beerenberg Services AS



Bergen, 8 April 2021
PricewaterhouseCoopers AS

Marius Kaland Olsen
State Authorised Public Accountant

(This document is signed electronically)



 Securely signed with Brevio

Revisjonsberetning

Signers:

Name	Method	Date
Olsen, Marius Kaland	BANKID_MOBILE	2021-04-08 18:24

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