



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2021 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer: 985 958 246  
Organisasjonsform: Aksjeselskap  
Foretaksnavn: WÄRTSILÄ MOSS AS  
Forretningsadresse: Værftsgata 9A  
1511 MOSS

### Regnskapsår

Årsregnskapets periode: 01.01.2021 - 31.12.2021

### Konsern

Morselskap i konsern: Nei

### Regnskapsregler

Regler for små foretak benyttet: Nei  
Benyttet ved utarbeidelsen av årsregnskapet til selskapet: Regnskapslovens alminnelige regler

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Anette Bjørnbom  
Dato for fastsettelse av årsregnskapet: 29.06.2022

### Grunnlag for avgivelse

År 2021: Årsregnskapet er elektronisk innlevert  
År 2020: Tall er hentet fra elektronisk innlevert årsregnskap fra 2021

*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, 08.08.2023



### Resultatregnskap

Beløp i: NOK	Note	2021	2020
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Sales Revenue	11	1 465 053 000	3 153 729 000
Other Operating income		18 931 000	31 964 000
<b>Sum inntekter</b>		<b>1 483 984 000</b>	<b>3 185 693 000</b>
<b>Kostnader</b>			
Material & Services		922 773 000	2 228 244 000
Employee benefit expenses	12	177 580 000	179 184 000
Depreciation & amortisation	1,2	1 754 000	1 726 000
Other operating expensen		148 283 000	242 352 000
<b>Sum kostnader</b>		<b>1 250 390 000</b>	<b>2 651 506 000</b>
<b>Driftsresultat</b>		<b>233 594 000</b>	<b>534 187 000</b>
<b>Finansinntekter og finanskostnader</b>			
Renteinntekt fra foretak i samme konsern	14	18 308 000	156 952 000
Other financial income	14	8 268 000	29 858 000
<b>Sum finansinntekter</b>		<b>26 576 000</b>	<b>186 810 000</b>
Rentekostnad til foretak i samme konsern	14	95 000	93 400 000
Annen rentekostnad	14	22 000	35 000
Other financial expense	14	10 689 000	41 947 000
<b>Sum finanskostnader</b>		<b>10 806 000</b>	<b>135 382 000</b>
<b>Netto finans</b>		<b>15 770 000</b>	<b>51 428 000</b>
<b>Ordinært resultat før skattekostnad</b>		<b>249 364 000</b>	<b>585 615 000</b>
Income taxes	10	54 374 000	128 412 000
<b>Ordinært resultat etter skattekostnad</b>		<b>194 990 000</b>	<b>457 203 000</b>
<b>Årsresultat</b>		<b>194 990 000</b>	<b>457 203 000</b>
<b>Overføringer og disponeringer</b>			
Ordinært utbytte	8	100 000 000	
Avgitt konsernbidrag	8	-150 000 000	-174 594 000



## Resultatregnskap

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2021</b>	<b>2020</b>
Overføringer til/fra annen egenkapital	8	-55 010 000	282 610 000
<b>Sum overføringer og disponeringer</b>		<b>194 990 000</b>	<b>457 204 000</b>



### Balanse

Beløp i: NOK	Note	2021	2020
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
Intangible assets	1	52 251 000	15 308 000
Utsatt skattefordel	10	48 435 000	45 742 000
<b>Sum immaterielle eiendeler</b>		<b>100 686 000</b>	<b>61 050 000</b>
<b>Varige driftsmidler</b>			
Machinery & Equipment	1	7 287 000	6 336 000
<b>Sum varige driftsmidler</b>		<b>7 287 000</b>	<b>6 336 000</b>
<b>Finansielle anleggsmidler</b>			
In vestment in other companies		85 000	85 000
<b>Sum finansielle anleggsmidler</b>		<b>85 000</b>	<b>85 000</b>
<b>Sum anleggsmidler</b>		<b>108 058 000</b>	<b>67 471 000</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
Inventories	3	86 714 000	214 885 000
<b>Sum varer</b>		<b>86 714 000</b>	<b>214 885 000</b>
<b>Fordringer</b>			
Trade receivables	4	76 540 000	116 672 000
Other receivables	6	29 682 000	289 239 000
Konsernfordringer	6,7	1 497 094 000	1 511 477 000
<b>Sum fordringer</b>		<b>1 603 316 000</b>	<b>1 917 388 000</b>
<b>Sum omløpsmidler</b>		<b>1 690 030 000</b>	<b>2 132 273 000</b>
<b>SUM EIENDELER</b>		<b>1 798 088 000</b>	<b>2 199 744 000</b>

### BALANSE - EGENKAPITAL OG GJELD

#### Egenkapital



### Balanse

Beløp i: NOK	Note	2021	2020
<b>Innskutt egenkapital</b>			
Equity	9	26 180 000	26 180 000
<b>Sum innskutt egenkapital</b>		<b>26 180 000</b>	<b>26 180 000</b>
<b>Opptjent egenkapital</b>			
Retained Earnings	8	438 390 000	493 400 000
<b>Sum opptjent egenkapital</b>		<b>438 390 000</b>	<b>493 400 000</b>
<b>Sum egenkapital</b>		<b>464 570 000</b>	<b>519 580 000</b>
<b>Gjeld</b>			
<b>Langsiktig gjeld</b>			
Pensjonsforpliktelser	12	1 871 000	1 671 000
Provisions non-current	5	74 637 000	
<b>Sum avsetninger for forpliktelser</b>		<b>76 508 000</b>	<b>1 671 000</b>
<b>Annen langsiktig gjeld</b>			
<b>Sum langsiktig gjeld</b>		<b>76 508 000</b>	<b>1 671 000</b>
<b>Kortsiktig gjeld</b>			
Leverandørgjeld	6	231 030 000	148 616 000
Tax payable	10	57 066 000	108 019 000
Public duties payable		10 922 000	13 101 000
Utbytte		100 000 000	
Kortsiktig konserngjeld	6	271 848 000	436 102 000
Prepayment from customers		124 717 000	138 960 000
Other short term liabilities	5,6	348 698 000	833 696 000
Provision current	5	112 729 000	
<b>Sum kortsiktig gjeld</b>		<b>1 257 010 000</b>	<b>1 678 494 000</b>
<b>Sum gjeld</b>		<b>1 333 518 000</b>	<b>1 680 165 000</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>1 798 088 000</b>	<b>2 199 745 000</b>



To the General Meeting of Wärtsilä Moss AS

## *Independent Auditor's Report*

### *Opinion*

We have audited the financial statements of Wärtsilä Moss AS (the Company), which comprise the balance sheet as at 31 December 2021, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Company as at 31 December 2021, and its financial performance and its cash flows 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 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 the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### *Other Information*

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

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PricewaterhouseCoopers AS, Dronning Eufemias gate 71, Postboks 748 Sentrum, NO-0106 Oslo  
T: 02316, org. no.: 987 009 713 MVA, www.pwc.no  
Statsautoriserte revisorer, medlemmer av Den norske Revisorforening og autorisert regnskapsførerselskap



Independent Auditor's Report - Wärtsilä Moss AS



Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable legal requirements.

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*Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

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*Auditor's Responsibilities for the Audit of the Financial Statements*

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

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

Oslo, 27 June 2022  
**PricewaterhouseCoopers AS**

Peter Wallace  
State Authorised Public Accountant

(This document is signed electronically)



 Securely signed with Brevio

Auditor's report

**Signers:**

<b>Name</b>	<b>Method</b>	<b>Date</b>
Wallace, Peter William	BANKID_MOBILE	2022-06-27 14:20

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



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The seal is a guarantee for the authenticity  
of the document.



## EQUALITY STATEMENT

### Wärtsilä Moss AS

Wärtsilä is committed to embrace an inclusive corporate culture where everyone is appreciated regardless of gender, age, sexual orientation, ethnicity, social background or disability. We recognise that diversity is important for many different reasons in today's world

### Status gender equality

	29	123	1	23
	19,1 %	80,9 %	4.2 %	95.8 %

The work community in Wärtsilä is characterized by male-dominated occupations. This is reflected in the number of applicants for open vacancies as most of the applicants are men. As shown in above figure around 80 % of our employees are males.

We have a professional recruiting process and use tools and descriptions that contributes to prevent discrimination. As stated in our job ads: *"At Wärtsilä we value, respect and embrace all our differences, and are committed to diversity, inclusion and equal employment opportunities; everyone can be their true self and succeed based on their job-relevant merits and abilities"*.

As part of a global organisation this is also reflected due to several nationalities hired in Wärtsilä in Norway.



### Gender balance

Description of position level/group	Women	Men	Share of women	Total
Total	29	123	19%	152
Level/group 1	4	38	10%	42
Level/group 2	6	51	11%	57
Level/group 3	19	33	37%	52
Level/group 4		1	0%	1
Level/group 5	0	0	0%	0

### Total cash benefit

Description of position level/group	Average cash benefits women (NOK)	Average cash benefits men (NOK)	Differences cash benefits (%)	Differences cash benefits (NOK)	Differences cash benefits (total)
Total					
Level/group 1	880 500	1 126 972	78.1%	-246 472	1 003 736
Level/group 2	703 442	899 614	78.2%	-196 172	801 528
Level/group 3	559 294	590 958	94.6%	-31 664	575 126
Level/group 4	0	490 087	0.0%	-490 087	245 044
Level/group 5			Tall mangler	0.00	Tall mangler

### Description of position levels and salary

For the calculation of differences in salary we have split fixed salary and variables. We have also considered similar work and work of same value when creating the position levels. The position levels are based on existing job categories in the company and an evaluation of which positions that fits into the different levels. The position groups are used actively in the yearly local salary negotiations. Union representatives for the employees have participated when we have planned, implemented and evaluated the salary of the employees.



### Temporary employees

Temporary employees	
Temporary employees women	Temporary employees men
0	0

### Employees in part time positions

Part time			
Actual part time		Involuntary part time	
Part time women	Part time men	Involuntary part time women	Involuntary part time men
2	0	0	0

### Parental leave

Taking parental leave	
Parental leave for women (average number of weeks)	Parental leave for men (average number of weeks)
20,5	9

Male have a lower average period of their parental leave. The company encourage both male and female to take their parental leave by offering full salary for this period. That is of course as long as the employee are entitled to parental benefits according to National insurance decisions.



WÄRTSILÄ

## Our work to ensure equality and non-discrimination in practice

Diversity is an asset that is valued in Wärtsilä. Our culture is an inclusive one where diversity is promoted and respected. All individuals are given the same opportunity to grow and advance in their careers, irrespective of their nationality, gender identities, age, sexual orientations, educational background etc. Diversity and inclusion are important elements when driving for culture of high performance.

Our work with equality and non-discrimination is an integral part of the company's strategic framework work and operations. This is reflected in our guidelines, procedures and standards.

### Work regulations

The work regulations which all employee sign upon appointment, address issues that involve respect for and recognition of human rights and equality for all.

### Wärtsilä Code of Conduct

Wärtsilä promotes freedom from discrimination based on race, ethnic or national origin, colour, gender, family status, sexual orientation, creed, disability, age or political beliefs, or other characteristic protected by law. Wärtsilä foster equal opportunity and employees are selected and treated on the basis of their abilities and merits. Wärtsilä continues to employ fair employment practices and these are in the essence of Wärtsilä code of conduct.

### Well-being, harassment and bullying

Each person has the right to maintain their mental and physical integrity. Any kind of harassment or bullying is not tolerated in the work community and any incidences must be dealt with immediately. In Wärtsilä we have procedures related to notification of censurable conditions.

## Equality and non-discrimination in practice

The prohibition against discrimination applies to all aspect of an employment relationship, including amongst other: job posting, hiring, onboarding, relocation and promotion of employees, training and competence development, pay and working condition and the termination of an employment relationship.

In Wärtsilä we have a close and good cooperation with Unions and Safety Representatives. We have scheduled regularly meetings. In these meetings HR, unions and safety representatives are participating.

Development discussion is held on annual basis to all Wärtsilä employees. Development discussions includes an evaluation of the past, reflection of the present and planning of the



future. Development discussions are held once a year (beginning) and check-in discussion are made regularly during the year.

Assessment of required skills and development needs can be done in the development discussion. A development plan to acquire the needed skills is made based on the positions requirements and accountabilities.

The basis for training and personnel development rests upon the know-how needs and requirements of the business operations.

Everyone must have an opportunity to participate in the training necessitated by their work and the business operations, taking into consideration the principles of non-discrimination and equal treatment.

A global employee survey is conducted regularly and everyone has the opportunity to participate. These surveys are used to gain information to help us to improve our policies and procedures. In addition, during the year, Impulse Surveys are conducted within the different Businesses in Wärtsilä.

In Wärtsilä we maintain the employees' physical and psychological well-being and behaving in a decorous and respectful manner. We do cooperate with external Occupational Health Services. They perform health controls, both related to the individuals and to Working environment.

Our rewarding principles are designed for Wärtsilä purposes reflecting commonly accepted position evaluation methods. The job grading structure describes position requirements, scope of responsibility and impact of the position. A common global framework provides the basis for transparent, fair and equal treatment of employees across the company. This also provides us means to analyse salaries and their competitiveness, internally and externally, in all Wärtsilä countries and entities.

There should be no pay differences based on gender in comparative roles. Salary differences or increases depend on performance and development.

## **Possible causes for risks and obstacles**

The low number of females in Wärtsilä is largely due to the type of positions and we still see that there are few females applying for the majority of our open positions. This might be the way our job ads are formulated. The content of the announcements may not reflect the real content of the position. If the job advertisement text is made more inviting and informative this might improve the situation.

We see that there is a risk in the recruiting process that manager might have bias. In order to avoid bias there should always be a neutral third party, like HR, participating in the interview to challenge any kind of bias.



Wärtsilä contribute to transfer of skills and experience within their teams and across the departments. When searching for candidates to new positions the company are seeking skilled and experienced candidates but should perhaps seek for these in own organisation and hire more junior employees externally instead. A risk is that knowledge is not shared internally and also that majority of our employees are 40+. By developing own employees we could fill up the gap with younger employees.

Wärtsilä rewarding principles is a good framework. A risk might be that when an employee's performance are evaluated by his/her manager this may lead to unfair treatment. Although Wärtsilä has a procedure related to the off-cycle process and overall performance evaluation, managers might need more information and instructions how this should be used and grandfather should challenge. Also for Wärtsilä to focus on the importance to make sure that no one is treated unfair.



## **Wärtsilä Moss AS**

### **FINANCIAL STATEMENTS**



## Wärtsilä Moss AS FINANCIAL STATEMENTS

### INCOME STATEMENT

NOK '000	Note	2021	2020
<b>REVENUE</b>			
Sales revenue	11	1 465 053	3 153 728
Other operating income		18 931	31 965
<b>Total revenue</b>		<b>1 483 984</b>	<b>3 185 693</b>
<b>OPERATING EXPENSES</b>			
Material and services		(922 773)	(2 228 244)
Employee benefit expenses	12	(177 580)	(179 184)
Depreciation and amortisation	1,2	(1 754)	(1 726)
Other operating expenses		(148 283)	(242 353)
<b>Total operating expenses</b>		<b>(1 250 390)</b>	<b>(2 651 507)</b>
<b>Operating profit</b>		<b>233 594</b>	<b>534 186</b>
<b>FINANCIAL ITEMS</b>			
Financial income	14	18 611	186 810
Financial expenses	14	(2 725)	(41 947)
Interest expenses to group companies	14	(95)	(93 400)
Interest expenses	14	(22)	(35)
<b>Net financial items</b>		<b>15 769</b>	<b>51 428</b>
<b>Profit before taxes</b>		<b>249 363</b>	<b>585 614</b>
Income taxes	10	54 373	128 412
<b>Result of the year</b>		<b>194 990</b>	<b>457 202</b>
<b>Attributable to</b>			
Group contribution post tax	8	(150 000)	(174 594)
Dividend payment	8	(100 000)	-
Allocated to other equity	8		(282 610)
Transferred from Other Equity		55 010	
<b>Result for the year</b>		<b>(194 990)</b>	<b>(457 203)</b>



## Wärtsilä Moss AS FINANCIAL STATEMENTS

### BALANCE SHEET AT 31.12

NOK '000	Note	2021	2020
<b>Assets</b>			
<b>Non-current assets</b>			
<b>Intangible assets</b>			
Deferred tax asset	10	48 435	45 742
Intangible assets	1	52 251	15 308
<b>Total intangible assets</b>		<b>100 686</b>	<b>61 050</b>
<b>Tangible assets</b>			
Property, plant & equipment	2	7 287	6 337
<b>Total tangible assets</b>		<b>7 287</b>	<b>6 337</b>
<b>Financial fixed assets</b>			
Investment in other companies		85	85
<b>Total financial fixed asset</b>		<b>85</b>	<b>85</b>
<b>Total non-current assets</b>		<b>108 058</b>	<b>67 472</b>
<b>Current assets</b>			
Inventories	3	86 714	214 885
Trade receivables	4	76 540	116 672
Other receivables	6	29 682	289 239
Receivables from group companies	6,7	1 497 094	1 511 477
<b>Total current assets</b>		<b>1 690 030</b>	<b>2 132 273</b>
<b>Total Assets</b>		<b>1 798 088</b>	<b>2 199 745</b>





Wärtsilä Norway AS  
FINANCIAL STATEMENTS

BALANCE SHEET AT 31.12

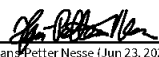
NOK '000	Note	2021	2020
<b>Equity and liabilities</b>			
<b>Equity</b>			
Share capital	9	26 180	26 180
<b>Total paid-in capital</b>		<b>26 180</b>	<b>26 180</b>
Retained earnings	8	438 390	493 400
<b>Total equity</b>		<b>464 570</b>	<b>519 580</b>
<b>Liabilities</b>			
<b>Non-current liabilities</b>			
Pension obligations	12	1 871	1 671
Provisions non-current	5	74 637	-
<b>Total non-current liabilities</b>		<b>76 508</b>	<b>1 671</b>
<b>Current liabilities</b>			
Trade and other payables	6	231 030	148 616
Payables to group companies	6	271 848	436 102
Prepayments from customers		124 717	138 960
Tax payable	10	57 066	108 019
Public duties payable		10 922	13 101
Provisions current	5	112 729	-
Other short-term liabilities	5,6	348 698	833 696
Accrued dividend		100 000	-
<b>Total current liabilities</b>		<b>1 257 010</b>	<b>1 678 494</b>
<b>Total liabilities</b>		<b>1 333 518</b>	<b>1 680 165</b>
<b>Total equity and liabilities</b>		<b>1 798 088</b>	<b>2 199 745</b>


Moss, 23.06.2022

  
Jan Othman (Jun 27, 2022 11:21 GMT+3)  
**Jan Gunnar Othman**  
Chairman of the Board

  
Walter Reggente (Jun 23, 2022 15:52 GMT+2)  
**Walter Reggente**  
Board Member

  
**Lars Olav Nilsen**  
Board Member

  
Hans Petter Nesse (Jun 23, 2022 16:40 GMT+2)  
**Hans Petter Nesse**  
Board Member

  
Albert More (Jun 25, 2022 11:48 GMT+2)  
**Albert Erik Johannes More**  
Board Member

  
**Geir Ivar Hellum**  
Managing Director



### Wärtsila Moss AS

#### Cash flow statement

Cash flow from operating activities	Note	2021	2020
Profit before tax		249 363	585 615
Income tax paid	10 -	108 019	-119 447
Ordinary depreciation	1,2	1 754	1 726
Net effect pension liabilities	12	200	166
Change in inventory and projects	3	128 171	850 055
Change in receivables excluding Bank deposits with Group Treasury	6	165 791	348 913
Change in accounts payable	6	82 414	-408 825
Change in working capital and provisions	-	428 309	-35 829
<b>Net cash flow operating activities</b>		<b>91 365</b>	<b>1 222 374</b>
Cash flow from investing activities			
Investments in property, plant and equipment	1,2	-	7 874
Development and purchase of equipment	1,2 -	39 646	-9 499
<b>Net cash flow from investing activities</b>		<b>39 646</b>	<b>-17 373</b>
Cash flow from financing activities			
Changes in short-term debt	6	-	-225 000
Paid group contribution	8 -	200 000	-200 000
Increase/(decrease) Bank deposits with Group Treasury	6	148 281	-789 382
<b>Net cash flow from financing activities</b>		<b>51 719</b>	<b>-1 214 382</b>
<b>Net increase /decrease) in cash and cash equivalents</b>		<b>0</b>	<b>-9 381</b>
Cash & cash equivalents at the beginning of the period	-	0	9 381
<b>Cash &amp; cash equivalents at the end of the period</b>		<b>0</b>	<b>0</b>



## WÄRTSILÄ GAS SOLUTION NORWAY AS

Notes to the annual accounts  
01.01.2021 til 31.12.2021

### Accounting principles

The annual accounts have been prepared in compliance with the Norwegian Accounting Act and generally accepted accounting principles in Norway (NGAAP). The financial information presented in NOK thousand has been rounded, therefore the subtotals in some tables including the notes may not equal the sum of the amounts shown.

### Group accounts

The annual accounts of Wärtsilä Moss AS inclusive subsidiaries are consolidated in the group accounts of Wärtsilä Corporation. According to the Accounting Act in Norway no group accounts are prepared for the sub-group in Norway. The annual report including the consolidated financial statements 2021 of Wärtsilä Corporation are available on web site: <https://www.wartsila.com/media/news/09-02-2022-wartsila-corporation-s-annual-report-2021-published-3048553>

### Use of estimates

The preparation of financial statements in compliance with the Norwegian Accounting Act and the application of the company's accounting principles require management to use estimates which are judgemental. Areas which to high extent contains such judgement, a high degree of complexity or areas in which assumptions and estimates are significant for the financial statement, are described in the notes.

### Foreign currency

Transactions in foreign currencies are translated at the exchange rates at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are posted at exchange rate at the balance sheet date rates. Currency difference are included in the income statement. Non-monetary items in foreign currencies measured at historical cost are translated at exchange rate of the transaction.

The company uses forward contracts in foreign currencies to hedge the exchange rate risk of future, estimated contractual cash flows from customer and supplier contracts (cash flow hedging). For accounting purposes the forward contracts are classified as hedging instruments. Assets/liabilities secured through forward contracts are reflected in the balance sheet at forward exchange rate and the value change is taken to income. Profit or loss on hedging of transactions which result in balance sheet recognition of a non-financial asset (for instance inventories) are included in cost of sales. Forward contracts which secure future transactions are not recognised.

### Revenues and Cost of sales

Revenue from sale of goods and services are recognised at fair value of the consideration, net after deduction of VAT, returns, discounts and reductions. Revenue recognition takes place when the company has delivered its products to the customer and there are no unsatisfied commitments which may influence the customers's acceptance of the product. Delivery is not completed until the products have delivered according to the contractual terms and risk transferred to the customer. Provision for expected warranty work are recognised as expenses. Revenue from services are recognised in line with execution.

### Income tax

Income tax in the income statement includes both payable taxes for the period and changes in deferred tax except to extent that it relates to items recognised directly in equity. Deferred tax is calculated at relevant tax rates on the basis of the temporary differences which exist accounting and tax values, and any carryforward losses for tax purposes at the year-end. Tax enhancing or tax reducing temporary between differences, which are reversed or may be reversed in the same period, have been eliminated. The disclosure of deferred tax benefits on net tax reducing differences which have not been eliminated, and carryforward losses, is based on estimated future earnings. Deferred tax and tax benefits which may be shown in the balance sheet are presented net. Tax reduction on group contributions given and tax on group contribution received, directly to equity, are booked directly against tax in the balance sheet (offset against payable taxes if the group contribution has affected payable taxes, and offset against deferred taxes if the group contribution has affected deferred taxes). Deferred tax is reflected at nominal value.

### Classification of balance sheet items

Assets intended for long term ownership or use have been classified as fixed assets. Assets related to the trading cycle have been classified as current assets. Other receivables are classified as current assets if they are to be repaid within one year after the transaction date. Similar criteria applies to liabilities. First year's instalment on long term liabilities are, however, not classified as current liabilities and current assets. Fixed assets includes the acquisition cost less cumulative depreciation and write down for impairment

### Acquisition cost

Acquisition cost for assets includes the purchase price, with deductions for bonus, discounts and similaire, and with additions for purchase expenses (shipping, customs, non-refundable public taxes and other direct purchase expenses). In the case of purchases in foreign currency, the asset is capitalized at the exchange rate at the time of the transaction. For property, plant and equipment and intangible assets, the acquisition cost also includes direct expenses to prepare the asset for use, such as expenses for testing.



## WÄRTSILÄ GAS SOLUTION NORWAY AS

Notes to the annual accounts  
01.01.2021 til 31.12.2021

### **R&D expenses and Intangible assets**

R&D expenses are taken into the balance sheet providing a future financial benefit relating to the development of an identifiable intangible asset can be identified and the expenses can be reliably measured. Otherwise such expenses are expensed as and when incurred. Capitalized R&D expenses are depreciated on a straight-line basis over the assets's expected useful life.

### **Fixed assets**

Fixed assets are reflected in the balance sheet at historical cost and depreciated to residual value over the asset's expected useful life on a straight line basis. Direct maintenance of an asset is expensed under operating expenses as and when is incurred. Additions or improvements are added to the asset's cost price and depreciated together with the asset.

### **SkatteFUNN**

Public subsidies related to SkatteFUNN are booked as a reduction of the accounting items they relate to. SkatteFUNN related to capitalized expenses for own research and development, is booked as a reduction of acquisition cost and depreciated in line with production expenses.

### **Asset impairment**

Impairment tests are carried out if there is indication that the carrying amount of an asset exceeds the estimated recoverable amount. The test is performed on the lowest level of fixed assets at which independent cashflows can be identified. If the carrying amount is higher than both fair value less cost to sell and recoverable amount (net present value of future use/ownership), the asset is written down to the highest of value less cost to sell and the recoverable amount. Previous impairment charges, except writedown of goodwill, are reversed in later periods if the conditions causing the write-down are no longer present.

### **Investments in other companies**

Except for short term investments in listed shares, the cost method is applied to investments in other companies. The cost price is increased when funds are added through capital increases or when group contributions are made to subsidiaries. Dividends received are initially taken to income. Dividends exceeding the portion of retained equity after the purchase are reflected as a reduction in purchase cost. Dividend/group contribution from subsidiaries are reflected in the same year as the subsidiary makes a provision for the amount. companies are reflected as financial income when it has been approved.

### **Inventories**

Inventories are valued at the lower of purchase cost (according to the FIFO principle) and fair value. Recoverable amount has been used as approximation to net realisable value for raw materials and work in progress. For finished goods and work in progress purchase cost comprises cost of product design, material consumption, direct payroll expenses and other direct and indirect production expenses (based on normal capacity). Fair value is estimated sales costs less expenses for completion and sale. Only variable expenses are considered necessary to sell finished goods, whilst fixed production expenses are also included as necessary for not finished goods.

### **Receivables**

Trade debtors are recognised in the balance sheet after provision for bad debts. The bad debts provision is made on basis of an individual assessment of each debtor and an additional provision is made for other debtors to cover expected losses. Significant financial problems at the customers, the likelihood that the customer will become bankrupt or experience financial restructuring and postponements and insufficient payments, are considered indicators that the debtors should be written down. Other debtors, both current and long term, are recognised at the lower of nominal and net realisable value. Net realisable value is the present value of estimated future payments. When the effect of a writedown is insignificant for accounting purposes this is, however, not carried out. Provisions for bad debts are valued the same way as for trade debtors.

### **Liabilities**

Liabilities, with the exception of certain liability provisions, are recognised in the balance sheet at nominal amount.

### **Warranty liability**

Warranty liability related to completed sales are valued at the estimated cost of such work. The estimate is made on the basis of historical figures for guarantee work, but adjusted for expected differences due to, for instance, changes in quality assurance routines and changes in product range. The provision for warranty liability is recognised under "Provisions" in the balance sheet and changes in warranty provision is recognised in income statement.



## WÄRTSILÄ GAS SOLUTION NORWAY AS

Notes to the annual accounts  
01.01.2021 til 31.12.2021

### **Pensions**

The company has both defined contribution plan and AFP.

For the defined contribution plan the company pays contributions to an insurance company. After the contribution has been made the company has no further commitment to pay. The contribution is recognised as payroll expenses. Prepaid contributions are reflected as an asset (pension fund) to the degree the contribution can be refunded or will reduce future payments.

The early retirement pension scheme (AFP) is an unsecured defined benefit multi-enterprise scheme. Such a scheme is de facto a defined, benefit plan but is for accounting purposes treated as a defined contribution plan as the result of the administrator of the scheme not providing sufficient information to calculate the liability in a reliable manner.

### **Cash flow statement**

The cash flow statement has been prepared according to the indirect method. Cash and cash equivalents include cash, bank deposits, and other short term investments which immediately and with minimal exchange risk can be converted into known cash amounts, with due date less than three months from purchase date.

The company participate in a global cash pool and inter-group bank balances are reported as receivables from related parties (note 6).

In the cash flow statement an increase in inter-group bank balances in the cash pool is classified as an investment activity and a correspondingly decrease as a financing activity. The company does not have any external bank deposits outside the global cash pool.



## Wärtsilä Moss AS FINANCIAL STATEMENTS

### Notes

NOK '000

#### Note 1 Intangible Assets

	Long term expenditures	Intangible assets in progress	Total
<b>Cost</b>			
At 1. January 2021	3 792	13 699	17 491
Additions and transfers	138	37 219	37 357
Disposals at cost/ retirement			-
<b>Cost at 31 December 2021</b>	<b>3 930</b>	<b>50 918</b>	<b>54 848</b>
<b>Accumulated depreciation and impairment losses at 01.01 2021</b>			
	2 183	-	2 183
This years depreciation	414		414
Disposal of depreciation			-
<b>Cost at 31 December 2021</b>	<b>2 597</b>	<b>-</b>	<b>2 597</b>
<b>Carrying amount 31. December 2021</b>	<b>1 333</b>	<b>50 918</b>	<b>52 251</b>
Expected economic life	18 years	No	
Depreciation schedule	Linear	depreciation	
<b>Cost</b>			
At 1. January 2020	3 596	5 863	9 459
Additions and transfers	196	7 836	8 032
Disposals at cost/ retirement			-
<b>Cost at 31 December 2020</b>	<b>3 792</b>	<b>13 699</b>	<b>17 491</b>
01.01 2020	1 749		1 749
This years depreciation	434		434
Disposal of depreciation			-
<b>Cost at 31 December 2020</b>	<b>2 183</b>	<b>-</b>	<b>2 183</b>
<b>Carrying amount 31. December 2020</b>	<b>1 609</b>	<b>13 699</b>	<b>15 308</b>
Expected economic life	18 years	No	
Depreciation schedule	Linear	depreciation	

The Company has during the year worked on R&D development projects related to exhaust gas cleaning. Total of MNOK 22,6 in 2021 (MNOK 21,6 in 2020) is taken to P&L in the financial year for R&D. Expected total revenue from ongoing R&D equals total used expenses.



## Note 2 Property, plant and equipment

	Land & Buildings	Machinery & Equipment	Asset under construction	Total
Cost				
At 1. January 2021	9 532	17 485		27 017
Additions and transfers		70	2 221	2 291
Disposals at cost/ retirement				-
<b>Cost at 31. December 2021</b>	<b>9 532</b>	<b>17 555</b>	<b>2 221</b>	<b>29 308</b>
losses at 01.01.2021	9 532	11 149	-	20 681
This years depreciation	-	1 340		1 340
Impairment losses				-
Disposal of depreciation				-
<b>Per 31. December 2021</b>	<b>9 532</b>	<b>12 489</b>	<b>-</b>	<b>22 021</b>
<b>Carrying amounts at 31. December 2021</b>	<b>-</b>	<b>5 066</b>	<b>2 221</b>	<b>7 287</b>

Economic life cycle	20 years	3-5 years	no dep
Depreciation plan	linear	linear	

NOK '000	Land & Buildings	Machinery & Equipment	Asset under construction	Total
Cost				
At 1. January 2020	9 532	16 863	583	26 978
Additions and transfers		622	(582)	40
Disposals at cost/ retirement				-
<b>Cost at 31. December 2020</b>	<b>9 532</b>	<b>17 485</b>	<b>-</b>	<b>27 018</b>
losses at 01.01.2020	9 532	9 857	-	19 389
This years depreciation		1 292		1 292
Impairment losses				-
Disposal of depreciation				-
<b>Per 31. December 2020</b>	<b>9 532</b>	<b>11 149</b>	<b>-</b>	<b>20 681</b>
<b>Carrying amounts at 31. December 2020</b>	<b>-</b>	<b>6 336</b>	<b>-</b>	<b>6 336</b>

Economic life cycle	20 years	3-5 years	no dep
Depreciation plan	linear	linear	

## Yearly leasing of buildings off balance sheet

Tangible assets	Leasing period	Yearly rent
Leasing of office and test building in Moss	30.11.2027	4 869
Leasing of office in Moss	31.7.2021	671



## Note 3 Inventory

See accounting principals for description.

Inventory	31.12.2021	31.12.2020	Change
Finished Goods	-11 722	986	-12 708
Goods in process	-462 515	214 413	-676 927
Devaluation of goods	33 540	-514	34 053
<b>Inventory</b>	<b>-440 697</b>	<b>214 885</b>	<b>-655 582</b>

## Note 4 Trade receivables

Accounts Receivable	31.12.2021	31.12.2020	Change
Trade receivables - external	-127 566	120 580	-248 146
Trade receivables - intragroup	-93 275	152 161	-245 436
Credit loss accruals	-197 618	-3 908	-193 710
<b>Total Accounts Receivable</b>	<b>-418 459</b>	<b>268 833</b>	<b>-687 292</b>

Accounts receivable are valued at nominal value less provision for bad debts.

## Note 5 Other liabilities

Short term debt	31.12.2021	31.12.2020	Change
Project provisions	266 676	535 317	-268 641
Accruals related to salaries	24 021	24 383	-362
Provisions for guarantees	112 729	196 209	-83 480
Other short term debt	58 001	77 787	-19 786
<b>Total short-term</b>	<b>461 427</b>	<b>833 696</b>	<b>-372 269</b>

## Note 6 Balances with group companies

	31.12.2021	31.12.2020
Trade receivable from related parties within the Group	417 684	152 161
Other receivables from related parties within the Group	1 079 409	1 359 317
<b>Total receivables group related parties within the Group</b>	<b>1 497 093</b>	<b>1 511 478</b>
Other payables to related parties within the Group	371 848	236 102
Trade payables to related parties within the Group	84 632	70 759
<b>Total payables group to related parties within the Group</b>	<b>456 480</b>	<b>306 861</b>



## Note 7 Cash and cash equivalents

	31.12.2021	31.12.2020
Restricted bank deposits	-	-
Bank deposits	-	-
<b>Total</b>	<b>0</b>	<b>0</b>

The Company has started using bank guarantees for taxes related to payroll. The guarantee is amounted to 9,5MNOK. The Company is incorporated into the corporation's casipool agreement. Total amount reported was MNOK 811 in 2021 and MNOK 959 in 2020, classified as other receivable.

## Note 8 Equity and shareholders information

Equity	Share capital	Retained earnings	Total
Equity per 01.01.2021	26 180	493 400	519 580
<b>Change in equity:</b>			
Annual result		194 990	194 990
Group Contribution		-150 000	-150 000
Dividends		-100 000	-100 000
<b>Equity per 31.12.2021</b>	<b>26 180</b>	<b>438 390</b>	<b>464 570</b>

\*) Received Group-Contribution with tax effect, net

\*) Group Contribution with tax effect from sister-company Wärtsilä Moss AS and Wärtsilä Oil & Gas AS.

## Note 9 Share capital

### Share Capital in Wärtsilä Moss AS per 31.12.2020

	Number of shares	Nominal value	Book value
A-shares	26 180	1 000	26 180 000

### Shareholders information

Wärtsilä Hamworthy Limited, England, holds 100% of the shares in the Company. Wärtsilä Moss AS is included in the consolidated financial statement for Wärtsilä Corporation, Finland. The consolidated financial statements are available at [www.wartsila.com](http://www.wartsila.com). The consolidated financial statements are presented in other currency, EUR, than the company accounts.



## Note 10 - Tax

### Calculation of deferred tax/deferred tax benefit

	2021	2020
Temporary differences		
Fixed assets	(5 419)	(6 193)
Inventories	(616)	(523)
Receivables	(3 548)	(3 320)
Pension	(1 871)	(1 671)
Guarantees and other accruals	(187 366)	(196 209)
Accruals	(21 338)	-
Net temporary differences	(220 158)	(207 916)
Tax losses carried forward	0	0
Basis for deferred tax	(220 158)	(207 916)

Deferred tax	(48 435)	(45 742)
Deferred tax benefit not shown in the balance sheet	0	0
Deferred tax in the balance sheet	(48 435)	(45 742)

### Basis for income tax expense, changes in deferred tax and tax payable

Result before taxes	249 363	585 615
Permanent differences	(2 215)	(1 926)
Basis for the tax expense for the year	247 148	583 689
Change in temporary differences	12 242	22 788
Basis for payable taxes in the income statement	259 390	606 477
+/- Group contributions received/given	-	(115 483)
Taxable income (basis for payable taxes in the balance sheet)	259 390	490 994

### Components of the income tax expense

Payable tax on this year's result	57 066	133 425
Adjustment in respect of priors	-	-
Total payable tax	57 066	133 425
Withholding tax		
Change in deferred tax based on original tax rate	(2 693)	(5 013)
Change in deferred tax due to change in tax rate	-	-
Change in deferred tax due to change in tax rate	-	-
<b>Tax expense</b>	<b>54 373</b>	<b>128 412</b>

### Reconciliation of the tax expense

Result before taxes	249 363	585 615
Calculated tax	54 860	128 835
Tax expense	54 373	128 411
Difference	487	424

### The difference consist of:

Tax of permanent differences	(487)	(424)
Change in deferred tax due to change in tax rate	-	-
<b>Change in deferred tax due to change in tax rate</b>	<b>-</b>	<b>-</b>
Other differences	-	-
Sum explained differences	(487)	(424)

### Payable taxes in the balance sheet

Payable tax in the tax charge	57 066	133 425
Tax effect of group contribution	-	(25 406)
Payable tax in the balance sheet	57 066	108 019



## Note 11 Sales Revenue

Business area	2021	2020
Inert gas	244 243	279 712
Exhaust gas	1 220 810	2 874 017
<b>Total Sales Revenue</b>	<b>1 465 053</b>	<b>3 153 729</b>

Geographical distribution	2021	2020
Korea	133 785	363 885
Japan	86 062	432 741
China and Hong Kong	157 395	144 842
Singapore	83 831	54 456
Norway	27 142	26 927
United Kingdom	9 537	12 000
Ireland	90	25 103
Greece	3 954	4 007
Netherlands	2 261	4 552
Other European countries	65 834	401 959
Other countries	37 660	208 141
Intercompany	857 502	1 475 116
<b>Total</b>	<b>1 465 053</b>	<b>3 153 729</b>

## Note 12 - Wages, number of employees, benefits and loans to employees

Salaries	2021	2020
Wages and salaries	144 040	148 813
Social security cost	21 680	21 265
Pension cost	10 555	8 354
Other personnel cost	1 305	751
<b>Total</b>	<b>177 580</b>	<b>179 183</b>

Average number of employees during the fiscal year

	153	163
--	-----	-----

Salary (incl bonus) for the Managing Director	1 790	1 734
Pension	124	117
Other remuneration	299	162

### Bonus schemes

Managing Director participates in a bonus scheme which entitles to a bonus of up to 36% of annual salary, based on the achievements of pre-defined goals.

The Managing Director is in connection with his resignation not entitled to any special compensation, but he does hold an extra pension benefit

Other senior executives are participating in the bonus scheme entitling bonuses from 16 % upto 36 % of annual salary based on the achievement of specified objectives related to the company and personal goals.

Other employees participate in profit-sharing which entitles to payment of up to one month's salary based on the achievement of performance goals related to Wärtsilä Corporation.

Accrued bonuses per 31.12.2021 amount to MNOK 5,6 (MNOK 10,5 in 2020.)



## Pensions

The Company's pension plan is a defined contribution plan, and satisfies the requirements in "Lov om obligatorisk tjenestepensjon". In June 2018, the Company decided to change the pension scheme from defined benefit-plan to defined contribution plan.

	31.12.2021	31.12.2020
Earned pension commitments 31.12	1 640	1 465
<b>Calculated gross pension commitments 31.12</b>	<b>1 640</b>	<b>1 465</b>

Social security	231	207
<b>Net pension commitments</b>	<b>1 871</b>	<b>1 672</b>

## Employee loans

	31.12.2021	31.12.2020
Employee loans	42	135

Employee loans includes interest rates and should be paid off within 5 years Interest rate was 1,3% 31.12.2021

## Audit fees

	2021	2020
Audit fee	1 413	861
Tax consultancy	0	272
<b>Total</b>	<b>1 413</b>	<b>1 133</b>

## Note 13 Transactions with related parties

	2021	2020
a) Sale of goods and services		
Sale of goods		
Sister companies	836 326	1 828 568
Sale of services		
Sister companies	21 175	27 356
	<b>2021</b>	<b>2020</b>
b) Purchase of goods and services		
Purchase of goods		
Sister companies	175 332	812 287
Purchase of services		
Mother company (adm services)	26 128	84 113
Sister companies	74 371	46 461



## Note 14 Financial income and expenses

	2021	2020
<b>Financial income</b>		
Interest income from group companies	18 308	156 952
Other financial income	8 268	29 858
<b>Total financial income</b>	<b>26 576</b>	<b>186 810</b>

	2021	2020
<b>Financial expense</b>		
Interest expense from group companies	95	93 400
Other interest expenses	22	35
Other financial expenses	2 725	41 947
<b>Total financial expense</b>	<b>2 842</b>	<b>135 382</b>

## Note 15 Guarantees

All companies in the corporation have a guarantee liability against delivered products

	2021	2020
Provisions regarding future liabilities are recognized as short term and long term debt	187 366	196 209

## Note 16 Government grants

	2021	2020
SkatteFUNN	2 366	2 316
<b>Sum Government grants</b>	<b>2 366</b>	<b>2 316</b>

## Note 17 Subsequent events

Events after the reporting period are those events, favourable and unfavourable, that occur between the end of the reporting period and the date when the financial statements are authorised for issue. The coronavirus outbreak occurred at a time close to the reporting date and the condition has continued to evolve throughout the time line crossing 31 December 2020. ic impact.

The management expect that the demand for environmental friendly solutions will continue, but the risk of layoffs in the offshore sector is severely high. Order intake year to date 2022 has been lower than expected due to customers being uncertain about future economic consequences of the pandemic. The Company has not had any significant cancellations during this period.

By the reporting in 2022 the war in Ukraine and the suspensions against Russia is heavily impacting the market. There are very limited direct impact on the company, but there will be indirect consequences in the form of high oil prices, high raw material prices, fluctuations in interests, and increasing inflation. These impacts are hard to control, but the corporation is monitoring closely and takes action when necessary



Skatteetaten

Vår dato  
26.03.2021

Din/Deres dato  
22.03.2021

Saksbehandler  
Kjell Knutsen

800 80 000  
Skatteetaten.no

Din/Deres referanse

Telefon  
94897296

Org.nr  
974761076

Vår referanse  
2021/5518562

Postadresse  
Postboks 9200 Grønland  
0134 OSLO

WÄRTSILÄ MOSS AS  
Postboks 1053 Jeløy  
1510 MOSS

## Dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk for 985958246 Wärtsilä Moss AS

Vi viser til søknad av 22. mars 2021 om dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk for Wärtsilä Moss AS, organisasjonsnummer 985 958 246.

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering selskapene 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:

Wartsila Moss AS norsk aksjeselskap med hovedkontor på Moss kommune. Selskapet er heleid av Wartsila Technology Oy Ab, hjemmehørende i Finland. Dette selskapet er i sin tur heleid datterselskap av Wartsila Finland Oy, også hjemmehørende i Finland, og notert på Helsinki Børs.

Wartsila Finland Oy utarbeider konsernregnskap for alle selskaper i gruppen. Konsernregnskapet omfatter også Wartsila Moss AS. Konsernregnskapet utarbeides på engelsk.

Våre kunder strekker seg alt fra lokale rederiselskaper, til store internasjonale konsernselskaper- ofte involvert i olje- og gassvirksomhet, samt shippingvirksomhet. En stor del av selskapets omsetning skjer i tillegg mot andre Wartsila- selskaper, hjemmehørende i utlandet. Kommunikasjonen med våre kunder og samarbeidspartnere foregår på engelsk.

Selskapet har virksomhet som strekker seg internasjonalt. Vi har verksted i Moss, og serviceteknikere som reiser world-wide for å utføre serviceoppdrag for kunder. Som presentert over er brukerne av vårt regnskap i stor grad utenlandske selskaper og personer.



### 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. Ifølge søknaden er brukerne av selskapets regnskap i stor grad utenlandske selskaper og personer. Det er opplyst at selskapet har internasjonale kunder og at kommunikasjonen med kunder og samarbeidspartnere foregår på engelsk. Skattekontoret har videre vektlagt at selskapet er del av et finsk børsnotert konsern og at morselskapet utarbeider konsernregnskapet på engelsk. 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

Gro Stangeland  
underdirektør  
Innsats, storbedrift  
Skatteetaten

Kjell Knutsen

*Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.*



## BOARD OF DIRECTORS' REPORT 2021

### Wärtsilä Moss AS

#### PLACE AND NATURE OF BUSINESS

Wärtsilä Moss AS registered office is Værftsgata 9A, 1511 Moss, Norway.

The company sells inert gas systems for ships and offshore vessels, as well as exhaust gas cleaning systems for ships.

Inert gas systems are safety equipment that is preventing fire and explosion in vessels' cargo tanks. While the exhaust gas cleaning plant reduce the ship's SOx emissions to air.

The company has control of all essential functions from product development, through marketing and sales, project management, design, production, purchasing, customer start-up and aftermarket. Production of standard inert gas plants takes place mainly at Wärtsilä (Suzhou) Ltd in China, while the company supply non-standard solutions such as offshore deliveries produced by suppliers in Europe. The production of exhaust gas cleaning plants takes place at suppliers in Europe and Asia.

The company conducts continuous product development based on constantly new requirements and opportunities in the market both in terms of functionality and price. To optimize such development, the company has a test facility in Moss. This facility also provides the company with good opportunities to offer services to shipping companies and ship operating companies within training and coaching of personnel associated with the operation of sailing ships.

The company's customers are primarily Asian and European shipyards that build ships and offshore vessels. For the exhaust gas cleaning business, shipping companies are also an important customer group as the equipment is also retrofitted on sailing ships. For the aftermarket activity, the company's customers are shipping companies, oil companies and organizations that are responsible for the operation of ships and offshore vessels.

The company sells through its own employees in Moss with assistance from sales offices in the Wärtsilä Group, as well as a network of agents.



Wärtsilä Moss AS is fully owned by the company Wärtsilä Hamworthy Ltd with address in Poole, Dorset, UK. The group's ultimate parent company is Wärtsilä Corporation, which is listed on the Helsinki Stock Exchange, Finland.

The board is of the opinion that the annual accounts give a correct picture of the company's assets and liabilities, financial position and result.

### **GOING CONCERN**

In compliance with Section 4.5 of the Norwegian Accounting Act we confirm that the going concern assumption continue to apply.

The company has satisfactory liquidity.

### **FINANCIAL RISKS**

#### **Market risk**

The market for new inert gas plants is almost exclusively driven by newbuilding of vessels. The existing fleet is largely equipped with inert gas systems and the life time of the systems corresponds to the lifetime of the vessels.

The market for exhaust gas cleaning equipment is retrofit for existing ships and facilities for newbuilds.

The volume of newbuilding of ships and offshore vessels in the world is distinctly cyclical.

The financial motivation for investing in exhaust gas systems depends on the oil price, and the price difference between ordinary bunker oil and marine diesel (which has a lower sulphur content). Low oil prices and a smaller difference in price between the two types of fuel reduce economic motivation.

For aftermarket operations, some short-term market weakening must be expected in connection with shipowners' tendency of postponing maintenance in times of low rates. Over time, the aftermarket business is expected to grow as fewer ships with the company's facilities are scrapped than the company delivers new ones. The company's aftermarket operations are exposed to competition from external players.



## **Foreign exchange and interest risk**

Wärtsilä Moss AS has a currency strategy which means that future income and expenses in currencies other than NOK are to a large extent secured through forward contracts or other hedging instruments through the group.

The company does not have interest-bearing debt to external lenders.

## **Liquidity risk**

Wärtsilä Moss' cash and cash equivalents are part of the group's cash pool. Wärtsilä Moss does not have interest-bearing debt to external lenders, but borrows from the group's top company, Wärtsilä Corporation, if necessary.

## **Directors and officers liability insurance**

The Company has in connection with The Group signed a directors and officers liability insurance from XL insurance Company. The limit of the liability is up to 10 MEUR for all financial loss covered in the insurance agreement. This is also including defence costs and investigation costs. The insurance is valid all over the world.

## **WORKING ENVIRONMENT AND PERSONNEL**

Wärtsilä Moss AS has been certified in accordance with the working environment standard ISO 45001. The certification has been merged with other Wärtsilä units during 2019, and we are now part of a joint ISO 45001 certificate issued for «Wärtsilä Marine and Energy Business in Europe and Africa ». The company has a combined Working Environment Committee & Business Committee (AMU / BU) which normally meets four times a year. The company is affiliated with a publicly approved Occupational Health Service. The combined AMU / BU was constituted in 2018 after previously existing as two separate committees, and several representatives have been elected from the employees to the committee.

The company also has its own IA committee and AKAN committee. The corporate sports team has established an agreement with Moss Padel, which offers courses for paddle games, as well as a gym with weights and spinning bikes. The collaboration with the employees' organizations has been constructive and contributed to the operation.

There were no injuries with absence from the company in 2021. In 2021, total sickness absence was 3.40%, which is higher than 2020 (3.2%), and higher than the target of 3.00%.



## **EQUALITY**

The company traditionally has a predominance of male employees, as similar industries. The number of employees as of 31 December 2021 was 152, divided into 29 women and 123 men. In the company's opinion, gender equality issues have been satisfactorily addressed, and no concrete measures have been implemented or planned in this area. No feedback has been received from employees, in employee interviews or in any other way, that anyone perceives the company's personnel policy as discriminatory.

Regardless of gender, background, religion, nationality or disability, all employees in Wärtsilä Moss has the same rights and possibilities. The Company promotes freedom from discrimination based on race, ethnic or national origin, colour, gender, family status, sexual orientation, creed, disability, age or political beliefs, or other characteristics protected by law. Wärtsilä Moss fosters equal opportunities and employees are selected and treated on the basis of their abilities and merits. The Company continues to employ fair employment practices, and these are in the essence of Wärtsilä's code of conduct. Recruitment & resourcing policies and practices support the actions that encourage the hiring of more females in senior and technical roles.

For more information on equality please see attached Equality Statement Wärtsilä Moss AS 2021 report.

## **CLIMATE AND ENVIRONMENT**

Wärtsilä Moss AS has been certified in accordance with the environmental standard ISO14001 since 2006. The certification has been merged with other Wärtsilä units during 2019, and we are now part of a joint ISO 14001 certificate issued for «Wärtsilä Marine and Energy Business in Europe and Africa ». The company's activities do not pollute the external environment to any significant extent. The company's activities in the test hall are subject to the Pollution Control Regulations § 15 and § 27. §27 sets restrictions on emissions of dust, NOx and CO to air, while §15 sets restrictions on discharges of oil into wastewater. Analyses that have been carried out show that the company is well within the requirements for emissions in relation to § 15. In accordance with § 27, there is a requirement for air measurement every other year, however, the company has been exempted from the county governor's environmental protection department due to the limited operational hours of installed equipment.

The test hall has been used for the following types of activities:

- a) Development and testing of products, processes and components for inert gas
- b) Development and testing of products, processes and components for exhaust gas cleaning



- c) Education and training of internal and external personnel
- d) Development activities for Carbon Capture and Storage product development

Amounts of energy and raw materials consumed in the test hall last year:

- 38,7 ton diesel/MGO (56,8 ton in 2019, reduced due to lower activity)
- 20,8 ton heavy fuel oil. All use of heavy fuel oil is for testing of exhaust gas cleaning (30,4 ton in 2019)
- 15,3 ton biogas (42,2 ton in 2019, reduced due to lower activity).

Waste (waste from office in Værftsgata 7 is not included):

- 11,6 ton non-hazardous waste
  - o 9,3 ton for incineration
  - o 2,1 ton for recycling
  - o 0,2 ton to landfill
- 3,6 ton hazardous waste
  - o 3,5 ton for incineration
  - o 0,1 ton for recycling
  - o 0,0 ton to landfill
- All waste is delivered to approved suppliers.
- There have been no accidental or non-controlled discharges to water or air.
- No environmental investments have been made in 2020.

## **SOCIAL RESPONSIBILITY**

Wärtsilä Moss is part of the Wärtsilä Group. In its annual report for 2021, Wärtsilä Corporation has accounted for the company's social responsibility. The report is available at <https://www.wartsila.com/media/news/09-02-2022-wartsila-corporation-s-annual-report-2021-published-3048553>

## **OUTLOOK**

The inert gas products sold by Wärtsilä Moss AS are largely based on known technology and are well established in the market. In recent years, development have focused on cost reductions through streamlining, production in low-cost countries in geographical proximity to the main markets, changed purchasing strategies and new products.



The exhaust gas cleaning products sold by Wärtsilä Moss AS are also largely based on known technology. After a long period of development and introduction, the products are now well established in the market and have given the company a leading position in this segment. Development efforts in recent years have mainly been aimed at supplementing the product range to cover different ship types and customers' preferences.

Continued efforts are planned in the same areas, as well as increased efforts on the technology side to ensure that the products meet expected stricter environmental requirements, while at the same time establishing additional competitive advantages in relation to copy producers in low-cost countries.

Following the decision by IMO in June 2021 to implement regulations to reduce CO2 emissions from shipping activities worldwide, the company started development of products for on-board Carbon Capture and Storage (CCS). Relevant equipment has been installed in the test hall in Moss, testing is well progressed producing reliable and promising results. Market interest is already high, the company plan to have products ready for commercial sale in two years' time.

The company has a dedicated research and development department to ensure that resource access and progress of development work is as independent as possible of ongoing production.

The Covid-19 epidemic has led to uncertainty regarding developments in order intake, order backlogs, deliveries and financial results. The company follows the supply chain and the customers closely to be able to handle deviation situations as early as possible. Furthermore, both the company and the group take measures to adapt the organization and cost base to the new market and risk picture. The company expects that the effects of the epidemic will persist for some time, but that demand for the company's products and services will return to normal levels in the longer term.

## **ORDER INTAKE AND ORDER BOOK**

<b>MNOK</b>	<b>2021</b>	<b>2020</b>
Order intake:	899	484
Order book at year end:	1 141	1 860

MNOK 975 of order book at year end 2021 is for delivery in 2022.



**REVENUE, OPERATING PROFIT, CASH-FLOW, INVESTMENTS, FINANCING AND LIQUIDITY**

MNOK	2021	2020
Revenues:	1 483,9	3 185,7
Operating profit:	233,6	534,2
Profit:	194,9	457,2
Net cash from operating activities:	91,4	1 222,4
Investments:	37,2	7,9

Most of Wärtsilä Moss' cash holdings are included in the group's cash pool. As of 31 December 2021, Moss' balance was 811 MNOK, which in the balance sheet is classified under receivables from the group.

Wärtsilä Moss AS has self-financed all investments for 2021.

**ALLOCATIONS**

The Board proposes the following allocation of the annual result in Wärtsilä Moss AS:

Group contribution given:	NOK	150 000 000,-
Dividend payment	NOK	100 000 000,-
From Equity:	NOK	- 55 009 300,-
Total allocated:	NOK	194 990 700,-

Moss, 23.06.2022

Geir Hellum  
Managing Director  
& Board Member

Walter Reggente (Jun 27, 2022 10:49 GMT+2)

Walter Reggente  
Board Member

Jan Othman (Jun 27, 2022 11:21 GMT+3)

Jan Othman  
Chairman

Lars Olav Nilsen  
Employee  
Representant

Hans-Petter Nesse (Jun 27, 2022 10:48 GMT+2)

Hans-Petter  
Nesse  
Board Member

Albert More (Jun 27, 2022 11:50 GMT+2)

Albert Erik  
Johannes More  
Employee  
Representant