



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2016 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 976 854 020
Organisasjonsform: Aksjeselskap
Foretaksnavn: DEEPOCEAN AFRICA AS
Forretningsadresse: Bygg 6
Skogstøstraen 37
4029 STAVANGER

Regnskapsår

Årsregnskapets periode: 01.01.2016 - 31.12.2016

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: Øyvind Apeland
Dato for fastsettelse av årsregnskapet: 08.06.2017

Grunnlag for avgivelse

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

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

Brønnøysundregistrene, 10.10.2019



Resultatregnskap

Beløp i: NOK	Note	2016	2015
RESULTATREGNSKAP			
Inntekter			
Salgsinntekt		34 238	41 728 504
Annen driftsinntekt			90 341 477
Sum inntekter		34 238	132 069 981
Kostnader			
Varekostnad		-3 421 243	13 011 011
Lønnskostnad			50 408
Avskrivning av driftsmidler og immaterielle eiendeler			11 002 821
Annen driftskostnad		605 281	10 536 157
Sum kostnader		-2 815 962	34 600 396
Driftsresultat		2 850 200	97 469 585
Finansinntekter og finanskostnader			
Inntekt på investering i tilknyttet selskap		660 000	
Renteinntekt fra foretak i samme konsern		24 199 534	35 661 268
Annen finansinntekt		7 582	-306 494
Sum finansinntekter		24 867 116	35 354 775
Nedskrivning av finansielle eiendeler		85 137 433	-140 227 725
Rentekostnad til foretak i samme konsern		451 287	1 674 634
Annen finanskostnad		1 805 556	-10 977 716
Sum finanskostnader		87 394 276	-149 530 807
Netto finans		-62 527 160	184 885 582
Ordinært resultat før skattekostnad		-59 676 960	282 355 167
Skattekostnad på ordinært resultat		6 600 000	22 668 000
Ordinært resultat etter skattekostnad		-66 276 960	259 687 167
Årsresultat		-66 276 960	259 687 167
Årsresultat etter minoritetsinteresser		-66 276 960	259 687 167



Resultatregnskap

Beløp i: NOK	Note	2016	2015
Totalresultat		-66 276 960	259 687 167
Overføringer og disponeringer			
Konsernbidrag		339 340 000	
Avsatt til annen egenkapital		-405 616 960	259 687 167
Sum overføringer og disponeringer		-66 276 960	259 687 167



Balanse

Beløp i: NOK	Note	2016	2015
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel			6 600 000
Sum immaterielle eiendeler			6 600 000
Finansielle anleggsmidler			
Investering i annet foretak i samme konsern		7 302 059	9 282 802
Lån til foretak i samme konsern		46 698 483	993 210 403
Sum finansielle anleggsmidler		54 000 542	1 002 493 205
Sum anleggsmidler		54 000 542	1 009 093 205
Omløpsmidler			
Varer			
Fordringer			
Kundefordringer		53 825 418	23 255 958
Andre kortsiktige fordringer			147 416
Sum fordringer		53 825 418	23 403 375
Bankinnskudd, kontanter og lignende			
Bankinnskudd, kontanter o.l.		157 968 524	4 758 562
Sum bankinnskudd, kontanter og lignende		157 968 524	4 758 562
Sum omløpsmidler		211 793 943	28 161 937
SUM EIENDELER		265 794 485	1 037 255 142
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Aksjekapital		331 000 000	331 000 000
Overkurs			340 733 009



Balanse

Beløp i: NOK	Note	2016	2015
Sum innskutt egenkapital		331 000 001	671 733 010
Opptjent egenkapital			
Annen egenkapital		-66 276 961	259 687 167
Sum opptjent egenkapital		-66 276 961	259 687 167
Sum egenkapital		264 723 040	931 420 176
Gjeld			
Langsiktig gjeld			
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner			101 477 974
Sum annen langsiktig gjeld			101 477 974
Sum langsiktig gjeld		0	101 477 974
Kortsiktig gjeld			
Leverandørgjeld		1 071 445	3 101 831
Annen kortsiktig gjeld			1 255 161
Sum kortsiktig gjeld		1 071 445	4 356 992
Sum gjeld		1 071 445	105 834 966
SUM EGENKAPITAL OG GJELD		265 794 485	1 037 255 142



Skattedirektoratet

MOTTATT
11 JAN. 2016

Saksbehandler Torstein Kinden Helleland	Deres dato 05.01.2016	Vår dato 07.01.2016
Telefon 22078139	Deres referanse Øyvind Apeland	Vår referanse 2012/430841

DEEPOCEAN NORWAY AS
Postboks 2144
5504 HAUGESUND

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

— Vi viser til deres brev av 5. januar 2016 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper;

DeepOcean Norway AS	org. nr. 896 696 262
DeepOcean AS	org. nr. 980 722 805
DeepOcean Management AS	org. nr. 987 538 880
DeepOcean Maritime AS	org. nr. 948 230 798
Deep Ocean Shipping AS	org. nr. 979 456 107
DeepOcean Shipping II AS	org. nr. 992 035 870
DeepOcean Shipping III AS	org. nr. 977 289 483
DeepOcean Shipping IV AS	org. nr. 976 854 020
DeepOcean Shipping V AS	org. nr. 914 883 164
DeepOcean Shipping VI AS	org. nr. 914 937 590
Northwest Maritime AS	org. nr. 966 250 380
DeepOcean 1 UK Ltd (norsk NUF)	org. nr. 997 914 775

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering de overnevnte selskaper dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at opplysningene som vedtaket baserer seg på ikke endres vesentlig.

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

Bakgrunn

DeepOcean Norway AS (tidligere DeepOcean Group Holding AS) er nå det norske morselskapet i DeepOcean gruppen og 100 % datterselskap av konsernspissen DeepOcean Group Holding BV. DeepOcean Group Holding BV er 100 % eid av amerikanske obligasjonsfond. Konsernet fikk i vedtak av 15. august 2012 tillatelse til å benytte engelsk språk. Konsernet er et integrert oljeservicekonsern som driver internasjonal virksomhet innen områdene Subsea Services, Subsea Trenching and Protection. Konsernet driver innen en bransje hvor engelsk benyttes i

Postadresse
Postboks 9200 Grønland
0134 Oslo

Besøksadresse:
Se www.skatteetaten.no
Org.nr: 996250318
E-post: skatteetaten.no/sendepost

Sentralbord
800 80 000
Telefaks
22 17 08 60



all kommunikasjon med forretningsforbindelser. Det interne arbeidsspråket i selskapene er også engelsk og all intern rapportering skjer på dette språket. Alle selskapene har styreleder og/eller styremedlemmer som ikke er norskspråklige. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets vurdering

Etter regnskapsloven § 3-4 tredje ledd skal *”årsregnskapet og årsberetningen ... være på norsk. Departementet kan ved ... enkeltvedtak bestemme at årsregnskapet og/eller årsberetningen kan være på et annet språk.”*

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap m.v., er det uttalt følgende om regnskapslovens formål, jf. pkt. 1.1:

”Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon.”

Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til *”informative regnskaper for ulike grupper av regnskapsbrukere”*. Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

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

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt særlig vekt på at selskapet er 100 % eid av amerikanske obligasjonsfond. Konsernet er tidligere innvilget dispensasjon. Det vesentlige av virksomheten foregår i utlandet. Selskapets arbeidsspråk er engelsk og all kommunikasjon skjer på engelsk. Videre er det vektlagt at selskapet driver virksomhet i en internasjonal bransje der alle aktører behersker og benytter engelsk språk.



Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer





DeepOcean Shipping IV AS
976 854 020
ANNUAL REPORT
2016

DEEPOCEAN



DeepOcean Shipping IV AS

Directors Report 2016

The Company

These are the annual report and audited financial statements for DeepOcean Shipping IV AS (the "Company") for the year ended 31 December 2016. The Company's office is in Haugesund, and it is an indirect subsidiary of DeepOcean Group Holding BV, which is a private limited Dutch company.

The purpose of the Company is to operate shipping business and activities therein, including owning stocks and shares in related or connected business.

The Fleet

The Company has no vessels as per 31.12.2016.

Going concern

The Financial statements have been prepared on the basis of historical cost, except for financial instruments (including derivative instruments) at fair value through profit or loss, which are stated at fair value. Income and expenses are accounted for on an accrual basis. The financial statements have been prepared on a going concern basis.

For further details reference is made to note 14.

Working environment

The Company has no employees.

Both the Board of Directors and the management are aware of the social expectations about efforts for equality between men and women in The Company and the Board. The Company commitment is to meet society's expectations of gender equality.

The Board of Directors consists of four (4) men.

Research and development activities

The Company has no ongoing research and development projects.

Environment

The Company is committed to conducting its business activities without harm to the environment.

Market outlook

DeepOcean is confident in the future of the industries it operates in and continues to focus on business in its heartland, in the Greater North Sea, Central America, West Africa and in other geographical areas. DeepOcean will continue its efforts and investments in projects that support its strategy and increase its operational efficiency across all business areas.

The Company has no operating activities, but is affected by the market situation in other group companies.



DeepOcean Shipping IV AS

Credit risk

The Company is financially exposed to companies in the DeepOcean Group and the settlement of intercompany receivables is important for the Company.

Intercompany loan receivables are impaired with NOK 83.156.690 per 31.12.2016 based on the fair value of the borrowing companies.

For further details reference is made to the Balance sheet statement and Notes 3, 12 and 13.

Liquidity risk

The Group's approach to managing liquidity is to ensure that there are sufficient funds to meet the financial obligations when they fall due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to its reputation.

To ensure it is sufficient cash to meet expected operational expenses, including the servicing of financial obligations the Group continuously monitor the actual and future cash flow requirements taking into account the maturity profiles of financial assets and liabilities and the rolling forecast of the Group's liquidity reserve, which comprises cash and cash equivalents and an undrawn credit facility.

For further details reference is made to Notes 3, 12 and 13.

Cash flow

Net cash from operations in 2016 was minus NOK 8,9 million compared with NOK 27,2 million in 2015.

Net cash from repayments of intercompany loans and payments of dividends and group contributions was NOK 162,1 million.

Financial Information

The Company has no operating activities in 2016.

The shares in DeepOcean Shipping AS are impaired with NOK 1.980.749 and the values of the intercompany loans are impaired with NOK 83.156.690.

The Company equity ratio was 99,6% as of 31.12.2016 compared to 89,8% as of 31.12.2015.

The total capital was NOK 265.794.485 at the end of 2016, compared to NOK 1.037.255.142 at the end of 2015.



DeepOcean Shipping IV AS

Net income and Disposals

The Board of Directors proposes that the net loss of NOK 66.276.960 is treated as follows:

Transferred from other equity:	NOK 325.964.127
Transferred from share premium:	NOK 340.733.009
Additional dividend:	<u>NOK 600.420.176</u>
Total transfers:	<u>NOK 66.276.960</u>

Haugesund, 8. June 2017

The Board for DeepOcean Shipping IV AS

Bart Heijermans
Chairman of the Board

Ottar Mæland
Board Member

Kjetil Ramstad
Board Member

Albertus Wilhelmus De Vreede
Board Member

Mads Ragnar Bårdsen
Managing director



DeepOcean Shipping IV AS

Income statement			
Note	2016	2015	
Operating revenues and expenses			
3,7	Sales revenues	34 238	41 728 504
	Profit from sales of assets	0	90 341 477
	Gross operating revenues	34 238	132 069 981
3	Project costs	-3 421 243	13 011 011
	Ordinary depreciation	0	11 002 821
	Bad debt	0	10 378 791
8	Other operating costs	605 270	207 773
	Operating expenses	-2 815 973	34 600 395
	Operating result	2 850 211	97 469 586
Finance income and expenses			
3	Interest income from group companies	24 199 534	35 661 268
	Interest income	7 582	-306 494
	Dividend received	660 000	0
3	Interest expenses to group companies	-451 287	-1 674 634
9	Net foreign exchange gain/loss	-1 805 567	10 982 563
	Other interest expenses	0	-4 849
1,3	Impairment of financial assets	-85 137 433	140 227 725
	Net financial items	-62 527 171	184 885 581
	Profit /(loss) before tax	-59 676 960	282 355 167
6	Tax	6 600 000	22 668 000
	Net profit/(loss)	-66 276 960	259 687 167
	Transfer from (to) other equity	325 964 127	-259 687 167
	Transfer from share premium	340 733 009	
	Additional dividend	-600 420 176	
4	Allocations	66 276 960	-259 687 167



DeepOcean Shipping IV AS

Balance Sheet

Note	ASSETS	31.12.2016	31.12.2015
	Fixed assets		
6	Deferred tax asset	0	6 600 000
	Total intangible assets	0	6 600 000
	Financial fixed assets		
1	Investment in other shares	7 302 059	9 282 802
3	Loan to group companies	46 698 483	993 210 403
	Total financial fixed assets	54 000 542	1 002 493 205
	Total fixed assets	54 000 542	1 009 093 205
	Current assets		
	Receivables		
3	Receivables from group companies	53 634 321	22 065 958
	Other current assets	191 097	1 337 416
	Total receivables	53 825 418	23 403 375
10	Bank and cash	157 968 524	4 758 562
	Total current assets	211 793 943	28 161 937
	TOTAL ASSETS	265 794 485	1 037 255 142



DeepOcean Shipping IV AS

Note	EQUITY AND LIABILITIES	31.12.2016	31.12.2015
	Equity		
5	Share capital	331 000 000	331 000 000
	Share premium	0	340 733 009
	Total paid-in-capital	331 000 000	671 733 010
	Other equity	-66 276 961	259 687 167
	Total retained earnings	-66 276 961	259 687 167
4	Total equity	264 723 040	931 420 177
	Liabilities		
	Non-current liabilities		
3	Long term loan from group companies	0	101 477 974
	Total non-current liabilities	0	101 477 974
	Current liabilities		
	Accounts payable	891 816	279 936
4	Liabilities to group companies	179 629	4 077 056
	Total current liabilities	1 071 445	4 356 992
	Total liabilities	1 071 445	105 834 966
	TOTAL EQUITY AND LIABILITIES	265 794 485	1 037 255 142

Haugesund, 8. June 2017

Bart Heijermans
Chairman of the Board

Albertus Wilhelmus De Vreede
Board Member

Ottar Mæland
Board Member

Kjetil Ramstad
Board Member

Mads R. Bårdsen
Managing Director



DeepOcean Shipping IV AS

Cash flow statement

NOTE	Cash flow from operations	2016	2015
	Net profit/loss	-66 936 960	259 687 167
	Depreciation fixed assets	0	11 002 821
	Impairment of shares in subsidiaries	85 137 433	-140 227 725
	Changes in Trade debtors	0	1 091 310
	Changes in Trade creditors	611 880	-1 574 584
3	Changes in intercompany receivables & payables	-35 465 790	-137 577 247
	Changes in Deferred and Payable Taxes	6 600 000	22 668 000
	Changes in Inventories	0	1 521 870
	Changes in Other Operating Provisions	1 146 319	10 675 337
	Net cash flow from operations	-8 907 118	27 266 948
	Cash flow from investments		
	Capital expenditures	0	-16 534 777
	Proceeds from sale of assets	0	147 263 270
	Net cash flow from investments	0	130 728 493
	Share capital increase	0	0
	Derivatives	0	0
3	Dividends/group contributions	-599 760 176	0
3	Net IC loans	761 877 256	-198 028 722
	Net borrowings	0	43 922 875
	Net cash flow from financing	162 117 080	-154 105 847
	Net change in cash and cash equivalents	153 209 962	3 889 594
	Cash and cash equivalents at the beginning of the period	4 758 563	868 968
	Cash and cash equivalents at the end of the period	157 968 525	4 758 562



DeepOcean Shipping IV AS

Accounting principles

The annual accounts have been prepared in compliance with the Accounting Act and accounting principles generally accepted in Norway.

The company has been given consent by the Norwegian Tax Directorate to prepare financial statements in English language.

DeepOcean Shipping IV AS is a subsidiary of DeepOcean Norway AS with DeepOcean Group Holding BV as the ultimate parent.

Use of estimates

The preparation of financial statements in compliance with the Accounting Act requires the use of estimates. The application of the company's accounting principles also requires management to apply assessments. Areas which to a great extent contain such assessments, a high degree of complexity, or areas in which assumptions and estimates are significant for the financial statements, are described in the notes.

Revenues

Revenues and freight costs associated with ships' charter parties are entered by the accrual method on the basis of the number of days of the charter term before balance sheet day.

Classification of balance sheet items

Assets intended for long term ownership or use have been classified as long term assets. Assets relating 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 apply to liabilities.

Investments in other companies

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 contributions from subsidiaries are reflected in the same year as the subsidiary makes a provision for the amount. Dividends from other companies are reflected as financial income when it has been approved.

Purchase costs

The purchase cost of assets includes the cost price for the asset, adjusted for bonuses, discounts and other rebates received. Purchases in foreign currencies are reflected in the balance sheet at the exchange rate at the transaction date.

Debtors

Trade debtors are recognized in the balance sheet after provision for bad debts. The bad debts provision is made on basis of an individual assessment of each debtor.

Other debtors, both current and long term, are recognized at the lower of nominal and net realizable value. Net realizable value is the present value of estimated future payments. When the effect of a write-down is insignificant for accounting purposes this is, however, not carried out. Provisions for bad debts are valued the same way as for trade debtors.

Foreign currencies

Financial assets and liabilities in foreign currencies are valued at the exchange rate on the balance sheet date. Exchange gains and losses relating to sales and purchases in foreign currencies are recognized as financial income or expenses.



DeepOcean Shipping IV AS

Accounting principles

Liabilities

Liabilities are recognized in the balance sheet at nominal amount.

Taxes

The Company did voluntarily exit the Norwegian Tonnage Tax Regime per 01.01.2016 and will be taxed according to the ordinary Norwegian Taxation legislation in 2016.

Deferred tax is reflected at nominal value.

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.



DeepOcean Shipping IV AS

Notes to the financial statements

Note 1 Investment in shares

Company	Location	Ownership	Equity current year (100 %)	Net income current year (100 %)	Book value
DeepOcean Shipping AS	Haugesund, Norway	3 %	243 401 750	46 922 769	7 302 052
Booked value					7 302 052

The shares in DeepOcean Shipping AS are impaired with NOK 1.980.749 according to fair value calculations of the company.

Note 2 Assets and liabilities

The Company has no long-term liabilities later than 5 years.

All assets in the subsidiaries in DeepOcean Group are pledged as security for the external debt. Further reference is made to note 13 for more details regarding Group financing.

Note 3 Transactions and balances with group companies

Related party transactions:

The Company entered into transactions with group companies, as summarised below.

Revenue	2016	2015
Charter hire	0	17 010 000
Other revenue	0	1 712
Total	-	17 011 712
Expenses		
	2016	2015
Equipment hire	0	1 506 033
Personnel charges	-3 750 596	7 646 382
Management fee	337 173	2 193 872
Other costs	0	205 482
Total	-3 413 422	11 551 769
Financial items		
	2016	2015
Interest income	24 199 534	35 661 268
Interest costs	-451 287	-1 674 634
Net financial items	23 748 247	33 986 634
Balance sheet		
	2016	2015
Loans to group companies	129 855 173	993 210 403
Impairment loans to group companies	-83 156 690	0
Loans from group companies	0	-101 477 974
Short term Receivables group companies	53 053 609	23 255 958
Short term Payables group companies	401 083	-4 077 056
Total	100 153 175	910 911 331

Repayment plans for Intercompany loans are signed.



DeepOcean Shipping IV AS

Notes to the financial statements

Note 4 Equity

Change in equity	Share Capital	Share premium	Other Equity	Total
Equity 01.01	331 000 000	340 733 009	259 687 167	931 420 176
Additional dividend			-600 420 176	-600 420 176
Profit (loss) this year	0	-340 733 009	274 456 049	-66 276 960
				0
Equity 31.12	331 000 000	0	-66 276 960	264 723 040

Note 5 Share Capital and shareholder information

The Share Capital of NOK 331.000.000 includes 1 share with face value NOK 331.000.000. All shares have equal rights.

Shareholders	Shares	Total	Share
DeepOcean Norway AS	1	1	100 %

Note 6 Taxes

The Company voluntarily withdrew from the Tonnage Tax regime 1 January 2016 and is taxed under ordinary Norwegian tax regime for 2016.

	Change	2016	2015
Temporary differences			
Provisions	0	0	0
Net temporary differences	0	0	0
Tax losses carried forward		-258 499 395	-302 780 444
Net result this year		24 800 479	44 281 049
basis for deferred tax/tax assets		-233 698 916	-258 499 395
Deferred tax assets based on nominal rate		56 087 740	64 624 849
Deferred tax asset not recorded		-56 087 740	-58 024 849
Deferred tax/tax asset in the balance sheet		0	6 600 000
Basis for income tax expense, changes in deferred tax and tax payable			
Result before taxes		-59 676 960	282 355 167
Permanent differences		84 477 439	-238 074 118
Basis for the tax expense for the year		24 800 479	44 281 049
Utilize tax losses carried forward		-24 800 479	-44 281 049
Taxable income (basis for payable taxes in the balance sheet)		0	0
Components of the income tax expense		2016	2015
Payable tax on this year's result		0	0
Total payable tax		0	0
Change in deferred tax		6 600 000	22 668 000
Tax expense		6 600 000	22 668 000
Payable taxes in balance sheet			
Payable tax in the charge		0	0
Payable tax in the balance sheet		-	-



DeepOcean Shipping IV AS

Notes to the financial statements

Note 7 Sales revenues

Segments	2016	2015
Anchor Handling (AHTS)	0	41 728 504
Total	0	41 728 504

Geographical segments	2016	2015
Europe	0	41 728 504
Total	0	41 728 504

Note 8 Payroll expenses, employees, remuneration, loans to employees, etc.

Auditor	2016	2015
Allocation of auditor fee:		
Statutory audit excl VAT	64 000	66 962
Total fee auditor excl VAT	64 000	66 962

The Company has no employees and therefore no pension schemes to meet the requirements of the law on compulsory occupational pension.

There have been no salary or considerations to a general manager, board members or other related parties. No loans/securities have been granted to the general manager, board members or other related parties.

Note 9 Specification of financial income and expenses

Foreign exchange gains and losses	2016	2015
Foreign exchange gains	1 548 862	19 804 720
Foreign exchange losses	-3 354 429	-8 822 157
Net financial gains and losses	-1 805 567	10 982 563

Note 10 Restricted cash

The Company has no restricted cash as of 31.12.16.

Note 11 Group information

The Company is a subsidiary of DeepOcean Norway AS. The ultimate parent company and ultimate controlling party is DeepOcean Group Holding BV. The smallest and largest group for which group financials are prepared is DeepOcean Group Holding BV, Herengracht 433, 1017 BR Amsterdam, The Netherlands.

Note 12 Financial risk management

Overview

The Group's activities expose it to a variety of financial risks, which can be categorised as market risk, credit risk and liquidity risk. Whereas market risk includes foreign exchange risks and interest rate risks. Management policies have been established to identify, analyse and monitor these risks, and to set appropriate risk limits and controls. Financial risk management is carried out in accordance with the Group Risk Management policy approved by the Executive Management. The written principles and policies are reviewed periodically to reflect changes in market conditions, the activities of the business and laws and regulations affecting our business.



DeepOcean Shipping IV AS

Notes to the financial statements

Market risk - Foreign exchange risk

The Company operates internationally and conducts its business in multiple currencies, and is primarily exposed to foreign exchange risks with respect to the US Dollar (USD), British Pound (GBP) and Euro (EUR).

Management has evaluated the foreign exchange risks of the Company against its functional currency Norwegian Kroner (NOK). Cash inflows and outflows of the Company are offset if they are denominated in the same currency. The Company's foreign exchange risk is limited since it is not engaged in operating activity or has any financial items in other currencies.

Market risk - Interest rate risk profile

The Company's interest rate risk arises primarily from the Intercompany loans; refer to note 3 for details of the loans. The loans have floating interest based on LIBOR.

Credit risk

Credit risk arises primarily from cash and cash equivalents held at financial institutions, and to a certain extent, from trade receivables.

Cash balances are only held with large recognised financial institutions.

The Company has no external customers. The loan receivables from DeepOcean Shipping V AS and DeepOcean Shipping VI AS are impaired according to fair value calculations of the loans. For further details, see note 3.

Liquidity risk

The Group's approach to managing liquidity is to ensure that there are sufficient funds to meet the financial obligations when they fall due under both normal and stressed conditions, without incurring unacceptable losses or risking damage to its reputation.

To ensure it is sufficient cash to meet expected operational expenses, including the servicing of financial obligations the Group continuously monitor the actual and future cash flow requirements taking into account the maturity profiles of financial assets and liabilities and the rolling forecast of the Group's liquidity reserve, which comprises cash and cash equivalents and an undrawn credit facility.

Note 13 Group financing

On 27 February 2013 DeepOcean Group secured a Credit Facility. Subsequently on 6 November 2013 and 16 December 2015 an amendment to this Credit Facility was signed to better fit with our business activities. The amended Credit Facility of EUR 155 million, consists of a EUR 80.0 million revolving loan facility (the 'Facility A'), a EUR 45.0 million ancillary facility for performance guarantees (the 'Facility C'), and a EUR 30.0 million term loan facility (the 'Facility B'). The purpose of the Credit Facility is to finance our working capital, a part of our capital expenditures and for general corporate purposes. In addition, there is an option to exercise a EUR 20.0 million accordion facility to the Facility A.

As of 10 January 2017 the contractual terms of the Group's Credit Facility have been revised and the main changes are summarized as follows: a) Amortization profile amended with reduced amortizations until end of February 2018 b) Maturity of Credit Facility is extended to February 2021.

The Company is a subsidiary in DeepOcean Group and is impacted by the Group's financing and intercompany loans and borrowings.

The Company is an obligor in the Credit Facility arrangement and all assets are pledged.

Note 14 Basis for preparation

On 31 December 2016 DeepOcean Group received a capital contribution, in exchange for shares, from its new shareholder Tricer NL Bidco 4 B.V, for the amount of USD 75.0 million.

The capital contribution has significantly deleveraged the Group and puts the Group in a solid financial position to take advantage of the current downturn in the markets.

The Financial statements have been prepared on the basis of historical cost, except for financial instruments (including derivative instruments) at fair value through profit or loss, which are stated at fair value. Income and expenses are accounted for on an accrual basis. The financial statements have been prepared on a going concern basis.



To the General Meeting of DeepOcean Shipping IV AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of DeepOcean Shipping IV AS showing a loss of NOK 66 276 960. The financial statements comprise the balance sheet as at 31 December 2016, the income statement 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 2016, 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 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 the Board of Directors' report, but does not include the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

PricewaterhouseCoopers AS, Kanalsletta 8, Postboks 8017, NO-4068 Stavanger

T: 02316, org.no.: 987 009 713 VAT, www.pwc.no

State authorised public accountants, members of The Norwegian Institute of Public Accountants, and authorised accounting firm



Independent Auditor's Report - DeepOcean Shipping IV AS



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

The Board of Directors and the Managing Director (management) are responsible for the preparation in accordance with law and regulations, including fair presentation of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with laws, regulations, and auditing standards and practices generally accepted in Norway, including International Standards on Auditing (ISAs), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. We design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the

(2)



Independent Auditor's Report - DeepOcean Shipping IV AS

audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit

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, the going concern assumption, and the proposal for the coverage of the loss 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.

Stavanger, 8 June 2017
PricewaterhouseCoopers AS

Tom Notland
State Authorised Public Accountant