



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2024 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 998 942 969
Organisasjonsform: Aksjeselskap
Foretaksnavn: KNOT SHUTTLE TANKERS 17 AS
Forretningsadresse: Smedasundet 40
5529 HAUGESUND

Regnskapsår

Årsregnskapets periode: 01.01.2024 - 31.12.2024

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: Karl Gerhard Bråstein Dahl
Dato for fastsettelse av årsregnskapet: 07.04.2025

Grunnlag for avgivelse

År 2024: Årsregnskapet er elektronisk innlevert
År 2023: Tall er hentet fra elektronisk innlevert årsregnskap fra 2024

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, 27.04.2025



Resultatregnskap

Beløp i: NOK	Note	2024	2023
RESULTATREGNSKAP			
Inntekter			
Operating income	1	157 734 339	96 094 833
Other income	1, 3	28 958 774	19 930 188
Sum inntekter		186 693 112	116 025 021
Kostnader			
Crew-hire	2	32 348 393	31 119 718
Ordinary depreciation	3	58 234 826	54 682 177
Ordinary depreciation - dry docking	3		
Other operating expenses		37 919 390	31 089 367
Administration	2	9 178 465	8 440 821
Sum kostnader		137 681 075	125 332 083
Driftsresultat		49 012 038	-9 307 062
Finansinntekter og finanskostnader			
Financial income	4	1 904 480	1 972 483
Foreign exchange gain/loss		1 787 728	1 885 604
Sum finansinntekter		3 692 208	3 858 087
Financial expenses	4	24 266 281	22 313 454
Sum finanskostnader		24 266 281	22 313 454
Netto finans		-20 574 073	-18 455 366
Resultat før skattekostnad		28 437 964	-27 762 428
Taxes	5		
Årsresultat		28 437 964	-27 762 428
Årsresultat etter minoritetsinteresser		28 437 964	-27 762 428
Totalresultat		28 437 964	-27 762 428



Balanse

Beløp i: NOK	Note	2024	2023
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Vessel	3	535 897 819	594 132 645
Dry-docking	3		
Sum varige driftsmidler		535 897 819	594 132 645
Sum anleggsmidler		535 897 819	594 132 645
Omløpsmidler			
Varer			
Inventories	6	1 922 864	1 504 042
Sum varer		1 922 864	1 504 042
Fordringer			
Receivables	11	15 907 182	8 048 849
Konsernfordringer		3 193 645	995 767
Sum fordringer		19 100 827	9 044 616
Other financial instruments	10		
Bankinnskudd, kontanter og lignende			
Bank deposits	7	67 240 669	17 909 315
Sum bankinnskudd, kontanter og lignende		67 240 669	17 909 315
Sum omløpsmidler		88 264 360	28 457 973
SUM EIENDELER		624 162 179	622 590 618
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital		132 000	132 000



Balanse

Beløp i: NOK	Note	2024	2023
Overkurs		103 175 845	103 175 845
Annen innskutt egenkapital		150 365 212	150 365 212
Sum innskutt egenkapital		253 673 057	253 673 057
Opptjent egenkapital			
Other equity		28 437 964	
Sum opptjent egenkapital		28 437 964	
Sum egenkapital	8, 9	282 111 022	253 673 057
Gjeld			
Langsiktig gjeld			
Deferred income		21 069 862	25 283 835
Sum avsetninger for forpliktelser		21 069 862	25 283 835
Annen langsiktig gjeld			
Gjeld til kredittinstitusjoner	10	279 375 389	327 670 993
Sum annen langsiktig gjeld		279 375 389	327 670 993
Sum langsiktig gjeld		300 445 251	352 954 828
Kortsiktig gjeld			
Leverandørgjeld	11	6 317 956	7 703 668
Other financial instruments	10		
Other current liabilities		35 287 950	8 259 065
Sum kortsiktig gjeld		41 605 906	15 962 733
Sum gjeld		342 051 157	368 917 560
SUM EGENKAPITAL OG GJELD		624 162 179	622 590 618



Shape the future
with confidence

Statsautoriserte revisorer
Ernst & Young AS

Storstorvet 7, 0155 Oslo
Postboks 1156 Sentrum, 0107 Oslo

Foretaksregisteret: NO 976 389 387 MVA
Tlf: +47 24 00 24 00

www.ey.no
Medlemmer av Den norske Revisorforening

To the General Meeting in KNOT Shuttle Tankers 17 AS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of KNOT Shuttle Tankers 17 AS (the Company), which comprise Balance Sheet as of 31 December 2024, Profit & Loss Account 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 of 31 December 2024 and its financial performance and 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 in accordance with the requirements of the relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' *International Code of Ethics for Professional Accountants (including International Independence Standards)* (the 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 (management) is responsible for the information in the Board of Directors' report. 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 information in the Board of Directors' report. The purpose is to consider if there is material inconsistency between the information in the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or otherwise the information in the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

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

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

Responsibilities of management for the financial statements

Management is responsible for the preparation of the 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.

A member firm of Ernst & Young Global Limited

Pennco Dokumentnøkkel: E6P90-ERNOP-U453B-1XZVW-0BYZS-0N0HE



**Shape the future
with confidence**

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, 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, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves 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.

Oslo, 7 April 2025
ERNST & YOUNG AS

The auditor's report is signed electronically

Johan Lid Nordby
State Authorised Public Accountant (Norway)

Independent auditor's report - KNOT Shuttle Tankers 17 AS 2024

A member firm of Ernst & Young Global Limited

Pennco Dokumentnøkkel: E6P90-ERNOP-U453B-1XZV-0BYZ5-0N0HE



PENNEO

Signaturene i dette dokumentet er juridisk bindende. Dokument signert med "Penneo™ - sikker digital signatur". De signerende parter sin identitet er registrert, og er listet nedenfor.

"Med min signatur bekrefter jeg alle datoer og innholdet i dette dokument."

Nordby, Johan Lid

Statsautorisert revisor

På vegne av: ERNST & YOUNG AS

Serienummer: no_bankid:9578-5997-4-729076

IP: 147.161.xxx.xxx

2025-04-07 12:28:26 UTC



Penneo Dokumentnøkkel: E6P90-ERICP-U4S3B-1XZV-0BYZS-0NQH

Dette dokumentet er signert digitalt via **Penneo.com**. De signerte dataene er validert ved hjelp av den matematiske hashverdien av det originale dokumentet. All kryptografisk bevisføring er innebygd i denne PDF-en for fremtidig validering.

Dette dokumentet er forsegleet med et kvalifisert elektronisk segl ved bruk av et sertifikat og et tidsstempel fra en kvalifisert tilstjenesteleverandør.

Slik kan du bekrefte at dokumentet er originalt

Når du åpner dokumentet i Adobe Reader, kan du se at det er sertifisert av **Penneo A/S**. Dette beviser at innholdet i dokumentet ikke har blitt endret siden tidspunktet for signeringen. Bevis for de individuelle signatørens digitale signaturer er vedlagt dokumentet.

Du kan bekrefte de kryptografiske bevisene ved hjelp av Penneos validator, <https://penneo.com/validator>, eller andre valideringsverktøy for digitale signaturer.



 Admincontrol

List of Signatures Page 1/1

19BO - KNOT Shuttle Tankers 17 AS 2024.pdf

Name	Method	Signed at
Seglem, Trygve	BANKID	2025-04-07 12:05 GMT+02
Omoto, Junya	BANKID	2025-04-07 11:17 GMT+02

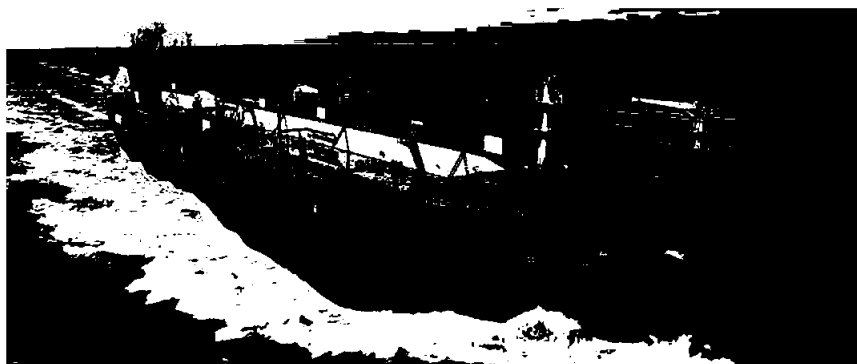


This file is sealed with a digital signature. The seal is a guarantee for the authenticity of the document.

External reference: CED85B939B464522B7BB2119DAD6876B

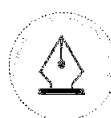


KNOT Shuttle Tankers 17 AS Annual Report 2024



M/T "Bodil Knutsen"

KNOT
Offshore Partners LP



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT SHUTTLE TANKERS 17 AS

REPORT OF THE BOARD OF DIRECTORS 2024

KNOT Shuttle Tankers 17 AS owns and operates M/T Bodil Knutsen a 157 644-dwt shuttle tanker delivered from Daewoo shipyard at Busan South Korea in 2011.

The company operates out of Haugesund, Norway and has no employees and working environment. The daily operations of the vessel and the company are managed by KNOT Management AS in Haugesund in accordance with separate agreement.

The company's activities

The vessel operates on a fixed time-charter agreement with Equinor ASA, which commenced on March 2024. The company has fixed with Equinor ASA a 24-month time charter contract with charterers option to extend two times for 12-months.

The Company has secured agreements with Equinor Energy AS, A/S Norske Shell, Aker BP ASA and Vår Energi AS (hereinafter referred to as "VOCIC") representing the VOC Industry Co-operation to operate and maintain of one NMVOC Recovery System (VRU), on board M/T Bodil Knutsen to be used when the vessel is operating on the Norwegian Continental Shelf.

Result for the year

The company got a total operating income of NOK 186 693 112 in 2024 (NOK 116 025 021 in 2023). The operating result for KNOT Shuttle Tankers 17 AS was NOK 49 012 038 compared to minus NOK 9 307 062 in 2023. After net financial loss of NOK 20 574 073 in 2024, against a loss of NOK 18 455 366 in 2023, the result of the year was NOK 28 437 964 in 2024 compared to a loss of NOK 27 762 428 in 2023.

The Board of Directors propose to transfer the result for the year to other equity.

Total cash flow from operational activities was NOK 118 117 068 in 2024, compared to NOK 34 182 946 in 2023. The liquidity position was NOK 67 240 668 as per 31.12.2024 compared to NOK 17 909 315 as per 31.12.2023. The company's ability to finance its investments is good.

Total capital was by the end of the year NOK 624 162 179, compared to NOK 622 590 618 the year before. The equity-share as of 31.12.2024 was 45 %, compared to 41 % per 31.12.2023.



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



The company is exposed to fluctuations in foreign exchange rates, especially USD, as the company's income is denominated in USD. Since most the company's operating expenses and financial costs also are denominated in USD, this limits the company's foreign exchange risk. The company has not entered into forward contracts in order to reduce the company's foreign exchange risk, and thereby operating related market risk.

The company is also exposed to changes in the interest rate level, as its long-term debt carrying floating interest rate. The company has two interest rate swap agreement in the amount of USD 50 million to reduce the company's interest rate risk.

The financial accounts are made on the assumption of a going concern. The Board of Directors confirms the conditions for continued operation. The Board of the Directors is of the opinion that the financial statements give a true and fair reflection of the company's assets and liabilities as well as financial strength and profitability.

Environment, safety and quality control

The requirements for safety and operation of ships are increasing, and the company, the group and the manager KNOT Management AS are concerned with operational excellence. The company vessel consists of modern ships which are designed and engineered for safe, environmentally sound, and efficient operations. The ship is maintained and upgraded continuously to meet the demands and expectations from stakeholders. The company and the manager put significant resources into quality assurance and there are strict requirements for safety systems and the operation of the ship.

The operation of the vessel can affect the external environment through emissions of air and water and the company, and the manager therefore has a high focus on health, environment, and safety work. The company and manager are concerned with environmental considerations when implementing projects, and environmental considerations are included in all stages from planning and implementation from operation, maintenance, sorting and recycling. The manager and the crew focus on minimizing energy consumption and reducing the pollution from energy generation on the vessel from the daily operation. The requirements for environment and safety in the operations of vessels are increasing, and both the company, the manager and the KNOT Offshore Partners Group emphasize operational quality. There have been no accidents linked to operations that have had serious consequences for crew, the environment, or assets in 2024.

The company has no employees and thus no working environment. The company aims to be a workplace where there is no discrimination related to gender, ethnicity, religion, or disability. The board of directors considers the working conditions satisfactory. The company aims to avoid gender discrimination regarding salary, promotion and recruiting. The members of the Board of Directors are all men. There have not been taken out any board of directors' liability insuranc



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



The company and the other companies in the Norwegian part of the group regularly carries out risk-based due diligence assessments in accordance with the obligations pursuant to the Act relating to enterprises' transparency and work on fundamental human rights and decent working conditions (LOV-2021-06-18-99) section 4. The due diligence assessments cover the operations in the company. The accounts for these due diligence assessments and other obligations pursuant to the Act's section 5 are included in a report that can be found here www.knutsenoas.com and the report is updated minimum one time per year.

Prospects

Based on that the performance of M/T Bodil Knutsen on the current charterparty and VOC recovery plant, the board has every reason to believe that 2025 will be a satisfactory year for the company.

Haugesund, April 7, 2025

Trygve Seglem
Chairman of the Board

Junya Omoto
Member of the Board



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT Shuttle Tankers 17 AS

Profit & Loss Account

	Note	2024	2023
<u>Operating Income</u>			
Operating income	1	157 734 339	96 094 833
Other income	1, 3	28 958 774	19 930 188
<i>Total Operating income</i>		<u>186 693 112</u>	<u>116 025 021</u>
<u>Operating Expenses</u>			
Crew-hire	2	32 348 393	31 119 718
Other operating expenses		37 919 390	31 089 367
Administration	2	9 178 465	8 440 821
<i>Total Operating Expenses</i>		<u>79 446 249</u>	<u>70 649 906</u>
Ordinary depreciation	3	58 234 826	54 682 177
<i>Operating Result</i>		<u>49 012 038</u>	<u>-9 307 062</u>
<u>Financial Income and Expenses</u>			
Financial income	4	1 904 480	1 972 483
Foreign exchange gain/loss		1 787 728	1 885 604
Financial expenses	4	-24 266 281	-22 313 454
<i>Net Financial Items</i>		<u>-20 574 073</u>	<u>-18 455 366</u>
<i>Result before taxes</i>		<u>28 437 964</u>	<u>-27 762 428</u>
Taxes	5	0	0
<i>Result for the year</i>		<u>28 437 964</u>	<u>-27 762 428</u>



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT Shuttle Tankers 17 AS
Balance Sheet as of 31. December

<u>ASSETS</u>	Note	2024	2023
<u>Non Current Assets</u>			
Vessel	3	535 897 819	594 132 645
<i>Total non Current Assets</i>		<u>535 897 819</u>	<u>594 132 645</u>
<u>Current Assets</u>			
Inventories	6	1 922 864	1 504 042
Receivables	11	15 907 182	8 048 849
Current receivables group		3 193 645	995 767
Bank deposits	7	67 240 669	17 909 315
<i>Total Current Assets</i>		<u>88 264 360</u>	<u>28 457 973</u>
<i>TOTAL ASSETS</i>		<u>624 162 179</u>	<u>622 590 618</u>



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT Shuttle Tankers 17 AS
Balance Sheet as of 31. December

<u>Shareholders Equity and Liabilities</u>	Note	2024	2023
<u>Equity</u>			
Share capital		132 000	132 000
Share premium		103 175 845	103 175 845
Other paid-in equity		150 365 212	150 365 212
<i>Total capital paid-in</i>		<u>253 673 057</u>	<u>253 673 057</u>
Other equity		28 437 964	0
<i>Total Shareholders' Equity</i>	8, 9	<u>282 111 022</u>	<u>253 673 057</u>
<u>Long Term Debt</u>			
Deferred income		21 069 862	25 283 835
Liabilities to financial institutions	10	279 375 389	327 670 993
<i>Total Long Term Debt</i>		<u>300 445 251</u>	<u>352 954 828</u>
<u>Current Liabilities</u>			
Accounts payable	11	6 317 956	7 703 668
Other current liabilities		35 287 950	8 259 065
<i>Total Current Liabilities</i>		<u>41 605 906</u>	<u>15 962 733</u>
<i>Total liabilities</i>		<u>342 051 157</u>	<u>368 917 560</u>
SHAREHOLDERS' EQUITY AND LIABILITIES		<u>624 162 179</u>	<u>622 590 618</u>

Haugesund, April 7, 2025,
The board of KNOT Shuttle Tankers 17 AS

Trygve Seglem
chairman of the board

Junya Omoto
member of the board



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT Shuttle Tankers 17 AS

CASHFLOW STATEMENT

The cash flow statement is presented using the indirect method of NRS. The liquidity balance is defined as the sum of cash, bank deposits and other short term liquid deposits.

	2024	2023
Result before tax	28 437 964	-27 762 428
+ Ordinary depreciation	58 234 826	54 682 177
+Amortized deferred income	-4 213 972	-4 213 972
-/+ Profit/loss on foreign exchange liabilities to fin. institutions	19 244 959	15 900 705
+ Financial expenses - liabilities to financial institutions	1 245 153	1 286 420
= Total generated from operations	102 948 930	39 892 902
+ Net received on current assets	-10 475 035	57 391
+ Net received on current liabilities	25 643 173	-5 767 347
Net cashflow from operations	118 117 068	34 182 946
<u>Cashflow from investments</u>		
Upgrading of vessel	0	-48 655
Net cashflow from investments	0	-48 655
<u>Cashflow from financing</u>		
Proceeds from liabilities to financial institutions	0	487 071 988
Paid debt issuance costs	0	-4 972 663
Repayment of liabilities to financial institutions	-68 785 715	-361 381 522
Equity received - group contribution received	0	10 388 400
Dividend paid-out	0	-163 181 700
Net cashflow from financing	-68 785 715	-32 075 497
Net cashflow for the year	49 331 354	2 058 794
+ Bank deposits per 01.01.	17 909 315	15 850 522
= Bank deposits per 31.12.	67 240 669	17 909 315



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



KNOT SHUTTLE TANKERS 17 AS

Notes to the Financial Statement 31.12.2024

Accounting Principles

The financial statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles in Norway.

Transactions in Foreign Currency

Transactions in foreign currency is recorded at the rate of exchange on the day the transaction is carried out. Assets and liabilities in foreign currencies, that are not used for hedging purposes, are valued at the exchange rate on the date of the balance. Time charter hire in foreign currency for a calendar month is recorded at the rate of exchange on the first day with contract revenue of the month.

Related party transactions

The Company has undertaken several agreements and transactions with group companies and/or related parties. The level of fees are based on market terms and are in accordance with the arm's length principle. Ship management fee includes services like technical management, crewing management, IT and energy management.

1 Contracts

The vessel operates on a time-charter with Equinor ASA, which commenced in March 2024. The contract is fixed with for a 24-month period with charterers option to extend two times for additional 12-months.

The income from charter party is in USD, and is recorded in profit and loss on a straight line basis over the lease term, net of hedging impact.

The Company has secured agreements with Equinor Energy AS, A/S Norske Shell, Aker BP ASA and Vår Energi AS (hereinafter referred to as "VOCIC") representing the VOC Industry Co-operation to take over operate and maintain the NMVOC Recovery System (VRU), on board M/T Bodil Knutsen to be used when the vessel is operating on the Norwegian Continental Shelf.

KNOT Management AS operates as a manager on behalf of the company in accordance with management agreement.

2 Employees and remuneration

The company has no employees and thereby no pension liabilities (under the new OTP regulation). The company hires the crew from Knutsen OAS Shipping AS in accordance with a separate management agreement.

	2024	2023
Grants crew expenses	3 458 077	2 734 372

The company have not paid salary or any other remuneration, nor given any loan or guarantees to any leading person or board members during the year.

Auditors remuneration (excl. VAT):

	2024	2023
Audit	68 480	21 284
Other services besides audit	0	0
	68 480	21 284



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



3 **Fixed Assets**

The total cost of the vessel is capitalised at delivery and depreciated linearly to estimated net sales price at the end of estimated economic life. Normal economic life of shuttle tankers is estimated to 23 years from delivery as newbuilding. We use extended life or reduced life if there are commercial or technical indications that the 23 year profile for that specific entity is not correct, i.e. fixed charter contracts above 23 year age, commercial restrictions or technical conditions or -requirements. Equipment or part of the vessels with a material cost or specific use that have another estimated life is evaluated separately.

Dry-docking expenses, in connection with certificate renewal and class of the vessel, are capitalised and expensed over the period till the next class renewal with dry-docking. This is in line with the depreciation plan of the vessel, and takes into account that the vessel is classified to operate for an additional period. Dry-docking is carried out every 5th year for vessels less than 15 years, and every 2.5 year for vessels more than 15 years. In the case of a newbuilding, a portion of the total cost of the vessel equal to the dry-docking cost is capitalised. Actual expenses related to repair and maintenance of the vessel are expensed when the work is executed.

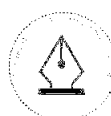
<u>Vessel</u>	2024	2023
Historical value 1.1	1 019 457 735	1 018 439 916
Acc. Depreciation 1.1	437 982 555	389 142 290
Book value 1.1	581 475 180	629 297 626
Additions/disposals	0	1 017 819
Ordinary annual depreciation	52 392 914	48 840 265
Book value 31.12.	529 082 266	581 475 180

<u>Dry docking</u>	2024	2023
Capitalised dry-docking 1.1	28 727 853	28 727 853
Acc. Depreciation dry-docking 1.1	16 070 389	10 228 477
Capitalised dry-docking 1.1	12 657 464	18 499 376
Ordinary annual depreciation	5 841 912	5 841 912
Book value 31.12.	6 815 552	12 657 464
Total vessel	535 897 819	594 132 645

In August 2021 the company entered into an agreement with Altera Norway Holding AS and Norwegian VOC industry cooperative (VOCIC) whereby the ownership and responsibilities of a VOC Recovery system was transferred to KNOT Shuttle Tankers I7 AS. In October 2021 the company entered into a VOC installation contract and a VOC operation agreement with VOCIC. The company is in accordance with the agreements responsible for the installation, operation and maintenance of the VOC plant, but will be compensated for both the capital investment and the operation and maintenance activities related to the VOC system. The payments under the VOC installation contract started in March 2023 after final approvals of the VOC plant in January 2023. The payments is booked as other income. The total historical cost of the VOC recovery system is NOK 71.129.771. The system will be depreciated as part of the vessel but with a separate depreciation schedule until the end of the economic life which is estimated to 20 years from delivery of the vessel.

4 **Financial Income and Expenses**

	2024	2023
Financial Income:		
Other interest income	1 904 480	1 972 483
Total financial income	1 904 480	1 972 483
Financial expenses:		
Interest expenses	21 899 551	20 159 245
Guarantee expenses group companies/related parties	2 085 921	1 952 558
Other financial expenses	280 809	201 650
Total financial expenses	24 266 281	22 313 454



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



5 Tax

The company qualify for and have elected to be taxed based on the Norwegian tonnage tax regime.

In the tonnage tax regime, the company pay no tax on qualifying operational result and part of the net financial related to the ownership of the vessel, but pay an annual tax set annually by the parliament related to the tonnage owned by the company. The limited part of the profit that is taxable are taxed under the standard Norwegian company tax that for the accounting period is 22%. Tonnage taxed companies will also have to pay a calculated tax on the equity if the equity exceed 70% of total capital.

We classify the tonnage tax as an operating expense.

Below is a specification of the temporary differences at the end of the financial year.

	2024	Change	2023
Loss carried forward	-39 001 991	9 564 347	-48 566 338
Basis for deferred tax (benefit)	-39 001 991	9 564 347	-48 566 338
Deferred tax (benefit) 22%	-8 580 438	2 104 156	-10 684 594
Deferred tax (benefit) booked	0	0	0

Deferred tax assets related to losses carried forward are only recognized to the extent that there is convincing evidence that these will be utilized in the future.

Taxable result tonnage tax scheme:

	2024	2023
Net financial items	-20 574 074	-18 455 367
Non-deductible currency loss	-1 727 576	-4 714 084
Non-taxable interest	0	-657
Non-deductible interest / taxable interest	31 865 995	30 754 119
Taxable income before loss carried forward	9 564 347	7 584 012
Change in loss carried forward	9 564 347	7 584 012
Taxable income	0	0
Tax payable	0	0
Change in deferred tax	0	0
Tax expense	0	0
Tonnage tax expenses under operating expenses	141 720	141 720

6 Inventories

Specification of inventories per 31.12.

	2024	2023
Lube oil	1 922 864	1 504 042
Total inventory	1 922 864	1 504 042

7 Bank deposits

The company doesn't have restricted bank funds per 31.12.



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



8 Equity

Specification of the equity per 31.12.

	Share capital	Share premium	Other paid-in equity	Other equity	Total equity
Equity 01.01	132 000	103 175 845	150 365 212	0	253 673 057
Result for the year	0	0	0	28 437 964	28 437 964
Equity 31.12.	132 000	103 175 845	150 365 212	28 437 964	282 111 022

Share capital consists of 2 400 shares NOK 55 each, all held by KNOT Shuttle Tankers AS.

KNOT Shuttle Tankers 17 AS is controlled 100% by KNOT Offshore Partners LP. Accounting for the Group can be obtained from the website, <http://knotoffshorepartners.com/>.

9 Shares Owned by Board Members and Affiliates

Trygve Seglem controls TS Shipping Invest AS, which owns 50 % of the company Knutsen NYK Offshore Tankers AS, which controls 30,47 % of KNOT Offshore Partners LP.

10 Mortgage Debt and Financial Instruments

All loans and borrowings are initially recognized at cost, being the fair value of the consideration received net of issue costs associated with the borrowing.

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortized cost using the effective interest method; any difference between proceeds (net of transaction costs) and the redemption value is recorded in the profit and loss over the period of the interest-bearing liabilities. Amortized cost is calculated by taking into account any issue costs, and any discount or premium on settlement.

We use hedge accounting for long term debt in foreign currencies. The expected net future nominal cash-flow in the same currency from chartering out vessel is the hedging object. The realized foreign exchange gain and -losses are booked together with the hedging object under the the freight income. We book realized- and unrealized foreign exchange gain/-loss for any uneffective part of the hedging over financial items. □

Gains and losses are recognized in the net profit and loss statement when the liabilities are devalued or depreciated, as well as through the amortization process.

	Currency	Outstanding currency	Hedge accounting rate 31.12.	Accounting balance 2024	Accounting balance 2023
Mortgage debt	USD	36 713 542	7,6915	282 382 327	331 923 083
Debt issuance cost				-3 006 937	-4 252 090
Liabilities to financial institutions				279 375 389	327 670 993

The company has aimed to reduce the market risk by entering financial contracts. Hedge accounting has been applied for revenue in foreign currency - cash flow hedge. Loans in foreign currencies are used as hedging instrument. The profit and loss impact of the hedging instrument is presented together with the hedged risk. This implies that realized currency gain/losses on the loans are presented as an increase/reduction of operating income.

Future income flows from anticipated fixed revenue contracts in the same currency as the financing exceed the debt at the balance sheet date. Therefore it is not recognized foreign exchange gains/losses on USD debt on the basis of the year-end exchange rate.



This file is sealed with a digital signature. The seal is a guarantee for the authenticity of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



	<u>2024</u>	<u>2023</u>
Foreign exchange gain/-loss not taken over profit and loss (i.e. off-balance):	-134 441 201	-108 360 846
<u>Amounts due within 12 months of the balance sheet date:</u>		
Mortgage debt	49 540 757	33 192 308
Debt issuance cost	-1 087 912	-1 245 149
Liabilities to financial institutions	<u>48 452 845</u>	<u>31 947 159</u>
<u>Repayment profile:</u>		
	<u>based on expected refinancing</u>	
0 - 12 months	6 440 972	6 440 972
13 - 24 months	6 440 972	6 440 972
25 - 36 months	6 440 972	6 440 972
37 - 48 months	6 440 972	6 440 972
49 - 60 months	6 440 972	6 440 972
After 60 months	<u>4 508 682</u>	<u>10 949 654</u>
	36 713 542	43 154 514
The exchange rate at the year-end	USDNOK	11,3534 10,2025

Security for the loan is made through a first priority mortgage in the vessel, transportation of income, pledged bank deposit, factoring agreement, pledged shares in the company and guarantees from the owner.

Book value of mortgaged assets is NOK 615 million.

The company has entered into interest rate swap contracts to reduce the effects of exchange rate fluctuations. Hedge accounting has been applied for revenue in interest rate swap contracts - cash flow hedge. Fixed rate interest rate swaps are used as hedging instrument. The profit and loss impact of the hedging instrument is presented together with the hedged risk. This implies that realized gains/-losses on the interest rate swaps are presented as an reduction/increase of Interest expenses.

Future interest payments on the floating rate liabilities to financial institutions exceed the interest rate swaps notional amounts at the balance sheet date. However, it is not recognized mark to market gains/losses on fixed interest rate swaps on the basis of the year-end market interest rates.

	Currency	<u>2024</u>	<u>2023</u>
Outstanding fixed interest rate swaps	USD	50 000 000	25 000 000
Mark to market valuation	USD	606 354	1 202 839
Inefficient part not booked in the balance	NOK	1 829 327	0

11 Balances with related parties

	<u>2024</u>	<u>2023</u>
<u>Current receivables</u>		
Knutsen Shuttle Tankers Pool AS	0	92 393
KNOT Shuttle Tankers 41 AS	2 500	0
	<u>2 500</u>	<u>92 393</u>
<u>Accounts payable related parties</u>		
Knutsen OAS Shipping AS	2 756 568	3 545 606
Knutsen OAS Management AS	11 820	0
Knutsen OAS Crewing AS	22 677	10 990
KNOT Shuttle Tankers 41 AS	0	22 116
KNOT Management AS	<u>221 470</u>	<u>148 773</u>
	3 012 535	3 727 485



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.

Document ID:
CED85B939B464522B7BB2119DAD6876B



Skattedirektoratet

Saksbehandler Torstein Kinden Helleland	Deres dato 25.01.2013	Vår dato 30.01.2013
Telefon 22078139	Deres referanse	Vår referanse 2013/72130

KNUTSEN OAS SHIPPING AS
Postboks 2017
5504 HAUGESUND

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Det vises til deres brev av 25. januar 2013 og telefonsamtale i sakens anledning. Det søkes om dispensasjon fra kravet om å utarbeide årsregnskap og årsberetning på norsk språk på vegne av;

Knutsen EOR Solutions AS	org. nr. 999 332 676
Knutsen Shuttle Tankers 19 AS	org. nr. 999 274 323
Knutsen Shuttle Tankers Invest AS	org. nr. 999 250 793
KNOT Shuttle Tankers 17 AS	org. nr. 998 942 969
KNOT Shuttle Tankers 18 AS	org. nr. 998 943 035
KNOT Shuttle Tankers AS	org. nr. 998 942 829

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 engelsk språk benyttes i stedet ved utarbeidelsen, og at øvrige opplysninger som vedtaket baserer seg på, heller ikke endres vesentlig.

Bakgrunn

Knutsen EOR Solutions AS er eid 100 % av TS Shipping Invest AS. De øvrige selskapene er eid 50 % av TS Shipping Invest AS og 50 % av NYK Logistics Holding (Europe) B.V. som er hjemmehørende i Nederland. TS Shipping Invest AS fikk i vedtak (2010/867030) av 2. juni 2010 dispensasjon fra kravet om utarbeidelse av årsregnskap og årsberetning på norsk språk. Det er også gitt tillatelse til datter selskaper og selskaper som er eid 50 % av TS Shipping Invest AS og 50 % av NYK Logistics Holding (Europe) B.V. Selskapene driver virksomhet innen shippingbransjen som er en global bransje hvor engelsk primært benyttes ved kommunikasjon med omverden. Selskapene benytter også engelsk som arbeidsspråk internt. Brukerne av regnskapene er hovedsakelig aksjonærer, banker samt interessegrupper tilknyttet driften. Styrene i selskapene har medlemmer som ikke er norskspråklige. De norske versjonene av årsregnskapet utarbeides kun for å tilfredsstille regnskapsloven.

Postadresse Postboks 9200 Grønland 0134 Oslo For elektronisk henvendelse se www.skatteetaten.no	Besøksadresse: Se www.skatteetaten.no Org.nr: 996250318	Sentralbord 800 80 000 Telefaks 22 17 08 60
---	--	--



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.

Som nevnt ovenfor er det særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt vekt på at tilsvarende selskaper i konsernet er innvilget dispensasjon. Eierkretsen er begrenset. Selskapene opererer i en global bransje hvor engelsk primært benyttes. Arbeidsspråk er også engelsk. Videre er det vektlagt at styrene i selskapene har medlemmer som ikke er norskspråklige.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad

seniorrådgiver

Rettsavdelingen, foretaksskatt

Skattedirektoratet

Torstein Kinden Helleland