



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 983 991 742
Organisasjonsform: Aksjeselskap
Foretaksnavn: TAMPNET AS
Forretningsadresse: Hinna Park - Stadion blokk C
Jåttåvågveien 7
4020 STAVANGER

Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

Konsern

Morselskap i konsern: Ja
Konsernregnskap lagt ved: 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: Arve Grude
Dato for fastsettelse av årsregnskapet: 28.05.2021

Grunnlag for avgivelse

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

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

Brønnøysundregistrene, 12.08.2022



Resultatregnskap

Beløp i: NOK	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Revenue		348 639 639	373 196 354
Revenue from group companies	4	33 521 551	29 962 356
Sum inntekter	8	382 161 190	403 158 710
Kostnader			
Cost of infrastructure operations		65 895 398	54 139 263
Payroll expenses	9	76 161 013	48 196 206
Depreciation and amortization	1, 2	88 448 525	73 323 690
Nedskrivning av varige driftsmidler og immaterielle eiendeler	1, 2		
Other operating expenses	9	30 925 590	51 492 181
Sum kostnader		261 430 526	227 151 340
Driftsresultat		120 730 664	176 007 369
Finansinntekter og finanskostnader			
Renteinntekt fra foretak i samme konsern		7 630 683	20 581 122
Annen renteinntekt		83 889	482 426
Net other financial income (-expenses)	10	903 849	2 777 943 386
Sum finansinntekter		8 618 422	2 799 006 933
Rentekostnad til foretak i samme konsern	4	31 047 953	31 777 457
Annen rentekostnad		30 468	662 661
Sum finanskostnader		31 078 421	32 440 118
Netto finans		-22 459 999	2 766 566 815
Ordinært resultat før skattekostnad		98 270 665	2 942 574 185
Income taxes	11	22 154 219	36 418 821
Ordinært resultat etter skattekostnad		76 116 446	2 906 155 364
Årsresultat		76 116 446	2 906 155 364
Årsresultat etter minoritetsinteresser		76 116 446	2 906 155 364



Resultatregnskap

Beløp i: NOK	Note	2020	2019
Totalresultat		76 116 446	2 906 155 364
Overføringer og disponeringer			
Ekstraordinært utbytte			3 373 402 560
Konsernbidrag		84 011 698	139 803 208
Transferred from other equity		-7 895 252	-607 050 404
Sum overføringer og disponeringer		76 116 446	2 906 155 364



Balanse

Beløp i: NOK	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Licences	1	9 559 088	10 417 046
Customer relationships and customer contracts	1	11 412 927	11 948 169
Goodwill	1	1 713 914	4 292 298
Sum immaterielle eiendeler		22 685 928	26 657 513
Varige driftsmidler			
Fibre cables and communication media	2	628 111 316	622 335 272
Furniture, fixtures and machinery	2	479 922	482 627
Sum varige driftsmidler		628 591 237	622 817 899
Finansielle anleggsmidler			
Investering i datterselskap	5	32 142 320	20 909 776
Lån til foretak i samme konsern	4	106 028 136	94 950 213
Sum finansielle anleggsmidler		138 170 456	115 859 989
Sum anleggsmidler		789 447 621	765 335 401
Omløpsmidler			
Varer			
Fordringer			
Accounts receivables	13	46 183 688	33 476 279
Receivables from group companies	4	41 445 056	184 470 443
Other receivables		13 948 050	11 248 711
Krav på innbetaling av selskapskapital		8 223 107	29 257 386
Sum fordringer		109 799 902	258 452 817
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	3	117 293 997	40 036 055
Sum bankinnskudd, kontanter og lignende		117 293 997	40 036 055
Sum omløpsmidler		227 093 900	298 488 872



Balanse

Beløp i: NOK	Note	2020	2019
SUM EIENDELER		1 016 541 521	1 063 824 273
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	6, 7	1 008 000	1 008 000
Overkurs	7	267 027 937	267 027 937
Annen innskutt egenkapital	7		
Sum innskutt egenkapital		268 035 937	268 035 937
Opptjent egenkapital			
Other equity	7	99 812 053	
Sum opptjent egenkapital		99 812 053	
Sum egenkapital		367 847 989	268 035 937
Gjeld			
Langsiktig gjeld			
Utsatt skatt	11	29 021 540	30 562 928
Deferred revenue	12	102 229 641	133 661 322
Sum avsetninger for forpliktelser		131 251 181	164 224 250
Annen langsiktig gjeld			
Debt to group companies	4	351 189 681	339 411 559
Sum annen langsiktig gjeld		351 189 681	339 411 559
Sum langsiktig gjeld		482 440 862	503 635 809
Kortsiktig gjeld			
Leverandørgjeld	4	15 998 015	20 881 484
Tax payable	11	1 323 225	1 839 419
Public duties		6 320 277	5 325 508
Short-term debt to group companies	4	41 527 085	179 234 882
Other short term liabilities	12	101 084 068	84 871 235
Sum kortsiktig gjeld		166 252 670	292 152 528
Sum gjeld		648 693 532	795 788 337



Balanse

Beløp i: NOK	Note	2020	2019
SUM EGENKAPITAL OG GJELD		1 016 541 521	1 063 824 273



Skattedirektoratet

Saksbehandler	Deres dato	Vår dato
Torstein Kinden Helleland	30.10.2014	07.11.2014
Telefon	Deres referanse	Vår referanse
22078139	Per Morten Torvildsen	2014/810909

BRENT HOLDING AS
Hinna Park - Stadion blokk C Jättåvågveien 7
4020 STAVANGER

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Vi viser til deres søknad av 30. oktober 2014 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper;

Brent Holding AS org. nr. 998 622 719
Brent Invest AS org. nr. 998 622 735
Tampnet AS org. nr. 983 991 742

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

Brent Holding AS er morselskap til Brent Invest AS og Tampnet AS. Morselskapet til Brent Holding AS er Brent Infrastructure I BV som kontrolleres av equityfondet EQT. Konsernet driver innenfor telekommunikasjon ut til sokkel og har en strategi om å utvide til å bli en internasjonal tilbyder av disse tjenestene. Kundene er hovedsakelig oljeselskaper. Foruten aktiviteten i de norske selskapene nevnt ovenfor, har konsernet datterselskaper i Australia, Skottland og i USA. Selskapet opererer i en bransje hvor engelsk er det klart dominerende språket. Virksomheten er internasjonal og alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. Arbeidsspråket er engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets vurdering

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

Postadresse
Postboks 9200 Grønland
0134 Oslo

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

Sentralbord
800 80 000
Telefaks
22 17 08 60



I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap 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 selskapene inngår i et utenlandsk konsern. Eierkretsen er begrenset. Arbeidsspråket er 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



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2020 Directors report and financial statements

TAMPNET AS, org.nr 983 991 742



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Org.nr 983 991 742

TAMPNET AS

Annual Report from the Board of Directors 2020

Company business and location

The purpose of the company is to operate high speed communication networks offshore and offer future-oriented communication solutions to oil and gas operators and the maritime industry. In addition, the Company is providing high capacity transit data traffic between Scandinavia, the UK and beyond. In the North Sea there are a total of approximately 200 platforms and a number of drilling rigs and other offshore vessels connected either directly or indirectly to the network. The infrastructure consists of submarine fibre optic cables, a network of microwave radio links and an LTE network.

The company is fully owned by Brent Holding AS is fully owned by Colombo Bidco Ltd., a UK company.

The company has agreements for the delivery of communication services for a high number of offshore assets in the North Sea. These contracts have duration of 3-10 years with extension options. The company is continuously working to enter into new agreements to connect customers both in the Norwegian, British, Dutch and Danish offshore sectors.

The company is managed from offices in Jättåvågen 7, Hinna Park in the municipality of Stavanger, Norway and has subsidiaries in the Netherlands, Sweden, Australia and Brazil.

Company development and results

For 2020 the company had total revenues of NOK 382.2 million (2019: NOK 403.2 million). The annual result showed a net income of NOK 76.1 million in 2020 (2019: NOK 2 906.2 million). In 2019 the company sold two of the subsidiaries, Tampnet UK and Tampnet Inc, to Colombo Bidco Ltd.

The Board of Directors are satisfied with the development of group and the company and results for the period given the circumstances with Covid-19 outbreak and low oil prices for parts of the year.

Total assets at 31.12.2020 was NOK 1 016.5 million compared to NOK 1 063.8 million at 31.12.2019. The equity share at 31.12.2020 was 36.2% compared to 25,2% at 31.12.2019.

Total cash flows from operating activities were NOK 203.3 million in 2020 (2019: NOK 262.7 million) and the operating profit amounted to NOK 120.7 million (2019: NOK 176.0 million). The difference mainly relates to decreased revenue.



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Financial risk

The company is to some extent exposed to financial risks, but the company has no external debt and as a consequence risk related to change in interest rates is considered to be low.

Non-current and current liabilities at 31.12.2020 were 63.8% compared to 74.8% at 31.12.2019.

The company views the liquidity position to be good. The risk of bad debt is considered low. The company has historically had low bad debts and the customers are mainly oil companies with solid economic capacity.

Future outlook

The telecom infrastructure of the company plays a key role in enabling new and cost-effective ways of operating offshore assets. The modern oil industry is developing remote and intelligent operations where more manpower and expertise can be placed onshore and decision making is both improved and accelerated. Consequently, the offshore market demand for low latency, high capacity and reliable telecommunication services is fundamentally strong. In 2020 however, the market for our services was impacted by the global pandemic of Sars Covid-19 and the reduction in oil demand and oil price that followed. We experienced some early decommissioning of fixed production units, less exploration activity as well as some delays in accessing units to install our equipment and start new services for our clients. These factors impacted our revenue growth negatively.

The revenue is stemming in majority from long-term contracts with customers consisting mainly of oil companies with solid economic capacity. This will lead to strong cash flow generation in the coming years.

The company has high expectations for the increasing coverage of the group's 4G network which continued in 2020, in addition to the increased coverage from further extending our Fibre Optic Cable (FOC) network.

Entering the offshore renewable energy sector was a key strategic priority and although early in our development, successful inroads were made into this new market during the year and this focus will continue going forward.

Our network operations centre performed well delivering continued high-quality services and uptimes to our clients and proving the robustness of our well invested network infrastructure, despite challenges from weather and the pandemic.

The company quickly adapted the business to the consequences of the pandemic, changing ways of working internally and externally to safe-guard personnel and operations. Customers' Covid-19 guidelines have been implemented (travel, meetings and offshore work), and internal protocols have been always updated in accordance with local regulations. A few employees have tested positive for Covid-19, without having any impact on our business.

We have facilitated flexible working conditions and had a strong focus on keeping our employees safe throughout the period.

Reporting on the Norwegian Gender Equality Act

Tampnet AS has 13 female and 51 male employees. The Board of Directors is comprised of two males and no females. The Board of Directors is not aware of circumstances where Tampnet AS is in non-compliance with the Norwegian Gender Equality Act.

Working Environment

The Board of Directors considers that the working environment in the group is satisfactory. No injuries or accidents have occurred, and the level of sick leave is at a minimum.



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Going concern

The Board confirms that the going concern criteria are met under the Accounting Act § 3-3, and the financial statements have been prepared accordingly. The Board considers that the financial statement fairly presents the financial position of the company as of 31 December 2020.

Environmental reporting

The operational activities of the company are not considered to negatively impact the external environment. When installing new fiber cables offshore or performing maintenance on such cables, the external environment may however be affected. There were no reported incidents that impacted the external environment negatively during the year.

Stavanger, May 28, 2021

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Per Helge Svensson
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Per Helge Svensson
Chairman of the Board

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Ulf Bonnevier
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Ulf Sören Bonnevier
Board Member



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Tampnet AS

Statements of income

Operating income and operating expenses	Note	2020	2019
Revenue		348,639,639	373,196,354
Revenue from group companies	4	33,521,551	29,962,356
Total operating income	8	<u>382,161,190</u>	<u>403,158,710</u>
Cost of infrastructure operations		65,895,398	54,139,263
Payroll expenses	9	76,161,013	48,196,206
Depreciation and amortization	1, 2	88,448,525	73,323,690
Other operating expenses	9	30,925,590	51,492,181
Total operating expenses		<u>261,430,526</u>	<u>227,151,340</u>
Operating profit		<u>120,730,664</u>	<u>176,007,369</u>
Financial income and expenses			
Interest income		83,889	482,426
Interest income from group companies		7,630,683	20,581,122
Net other financial income (-expenses)	10	903,849	2,777,943,386
Interest expense		-30,468	-662,661
Interest expense to group companies	4	-31,047,953	-31,777,457
Net financial income and expenses		<u>-22,459,999</u>	<u>2,766,566,815</u>
Result before income taxes		<u>98,270,665</u>	<u>2,942,574,185</u>
Income taxes	11	22,154,219	36,418,821
Result after income taxes		<u>76,116,446</u>	<u>2,906,155,364</u>
Net income / Annual result		<u>76,116,446</u>	<u>2,906,155,364</u>
Brought forward			
Group contribution		84,011,698	139,803,208
Extraordinary dividend		0	3,373,402,560
Transferred from other equity		-7,895,252	-607,050,404
Total		<u>76,116,446</u>	<u>2,906,155,364</u>



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Tampnet AS

Balance sheet

Assets	Note	2020	2019
Fixed assets			
Intangible fixed assets			
Licences	1	9,559,088	10,417,046
Customer relationships and customer contracts	1	11,412,927	11,948,169
Goodwill	1	1,713,914	4,292,298
Total intangible assets		22,685,928	26,657,513
Tangible fixed assets			
Fibre cables and communication media	2	628,111,316	622,335,272
Furniture, fixtures and machinery	2	479,922	482,627
Total tangible fixed assets		628,591,237	622,817,899
Financial fixed assets			
Investments in subsidiaries	5	32,142,320	20,909,776
Loan to group companies	4	106,028,136	94,950,213
Total financial fixed assets		138,170,456	115,859,989
Total fixed assets		789,447,621	765,335,401
Current assets			
Receivables			
Accounts receivables	13	46,183,688	33,476,279
Receivables from group companies	4	41,445,056	184,470,443
Accrued revenue		8,223,107	29,257,386
Other receivables		13,948,050	11,248,711
Total receivables		109,799,902	258,452,817
Cash and cash equivalents	3	117,293,997	40,036,055
Total current assets		227,093,900	298,488,872
Total assets		1,016,541,521	1,063,824,273



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Tampnet AS

Balance sheet

Equity and liabilities	Note	2020	2019
Equity			
Restricted equity			
Share capital	6, 7	1,008,000	1,008,000
Share premium reserve	7	267,027,937	267,027,937
Total restricted equity		268,035,937	268,035,937
Retained earnings			
Other equity	7	99,812,053	0
Total retained earnings		99,812,053	0
Total equity		367,847,989	268,035,937
Liabilities			
Other non-current liabilities			
Deferred taxes	11	29,021,540	30,562,928
Deferred revenue	12	102,229,641	133,661,322
Debt to group companies	4	351,189,681	339,411,559
Total other non-current liabilities		482,440,862	503,635,809
Current liabilities			
Accounts payable		13,376,022	12,153,715
Accounts payable intercompany	4	2,621,994	8,727,768
Tax payable	11	1,323,225	1,839,419
Short-term debt to group companies	4	41,527,085	179,234,882
Public duties		6,320,277	5,325,508
Other short term liabilities	12	101,084,068	84,871,235
Total current liabilities		166,252,670	292,152,528
Total liabilities		648,693,532	795,788,337
Total equity and liabilities		1,016,541,521	1,063,824,273

Stavanger, 28/05-21

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Per Helge Svensson
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Per Helge Svensson
Chairman of the board

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Ulf Bonnevier
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Ulf Søren Bonnevier
Member of the board



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Cash flow statement

	2020	2019
Cash flows from operating activities		
Result before income taxes	98,270,665	2,906,155,364
Income taxes paid	2,061,411	-
Gain on sold fixed asset	-	-109,856
Gain on sale of shares	-	-2,780,081,541
Depreciation and amortization	88,448,525	73,323,690
Change in one-time charge, net	-44,558,057	34,924,841
Change in accounts receivable	-12,707,409	51,291,917
Change in accounts payable	1,222,307	2,320,987
Net expensed interest	23,363,849	11,376,571
Change in other working capital items	48,668,918	-40,534,039
Amortisation of loan fee	-	240,204
Effect of exchange rate differences on long term loan	-1,472,856	3,816,724
Net cash flow from operating activities	203,297,353	262,724,862
Cash flow used in investing activities		
Investment in fixed assets	-92,827,903	-249,906,260
Sale of fixed assets	-	2,306,972
Investment in subsidiaries	-11,232,544	-7,719,114
Net cash flow used in investing activities	-104,060,447	-255,318,402
Cash flow used in financing activities		
Change in long term loan from group companies	-21,244,200	92,343,704
Net change in short term intercompany positions	-788,184	-26,515,107
Repayment of loan to financial institutions	-	-60,980,687
Paid interest	-30,468	-767,997
Received interest	83,889	645,935
Net cash flow from/used in financing activities	-21,978,964	4,725,849
Net cash flows for the period	77,257,942	12,132,308
Cash and cash equivalents at the beginning of the period	40,036,055	27,903,746
Cash and cash equivalents at the end of the period	117,293,997	40,036,055



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Notes to the financial statements for 2020

Colombo Topcp Ltd is the parent company in the group. Under the exemption provided by Norwegian Accounting Act §3-7, Tampnet AS will not be prepare any consolidated financial statements. Consolidated financial statements is prepared by parent company Colombo Investment Holdings Ltd and can be collected at the company's registered business adress: Jåttåvågveien 7, 4020 Stavanger, Norway

Accounting principles

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

Revenue recognition

Revenues are recognised when goods are delivered or services rendered, to the extent that it is probable that the economic benefits from the transactions will flow to the Company and the revenues can be reliably measured. Revenues are measured at the fair value of the consideration received or receivable, net of discounts.

Revenues primarily comprise of services such as: subscription and traffic fees, one time charges, roaming charges, and fees for leased lines .

Subscription and traffic fees: Revenues from subscription fees are recognised over the subscription period while revenues from voice and non-voice services are recognised upon actual use.

One time charges: One time charges are deferred and recognised over the periods in which the charges are expected to be earned. The earning period is the expected period of life of the contract.

Use of estimates

Preparation of financial statements in accordance with Norwegian Accounting Act and accounting standards and practices generally accepted in Norway requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Classification and measurement of balance sheet items

Assets intended for long term ownership or use have been classified as non-current assets. Other assets are classified as current assets. Receivables are classified as current assets if they are to be repaid within one year after the transaction date. Similar criteria apply to liabilities.

Current assets are measured at lower of cost or fair market value.

Current liabilities are measured at nominal value at the recognition date. Non-current assets are measured at cost, but written down to recoverable amount if the decline in value is not expected to be temporary.

Research and development

Research and development expenses are capitalized provided a future 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. Research and development expenses are amortized on a straight-line basis over the asset's expected economic useful life.

Fixed assets

Fixed assets are capitalized and depreciated over the expected economic useful life on a straight-line basis. Direct maintenance of an asset is expensed under operating expenses as and when it is incurred, whereas additions or improvements are added to the asset's cost price and depreciated together with the asset.



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Subsidiaries

Subsidiaries are measured at cost in the parent company. The investment is measured at acquisition cost unless the investment is impaired. The investments are written down to recoverable amount if the decline in value is not expected to be temporary and it is deemed necessary according to accounting standards and practices. Write downs are reversed when the basis for the write down are no longer present.

Dividends, group contributions and other distributions from subsidiaries are recognised the same year it is allocated in the subsidiary's financial statements. If the dividend/group contribution exceeds the share of earned result after the acquisition, the excess part represents repayment of invested capital, and the dividend/group contribution will be deducted from the book value of the investment in the parent company's financial statement.

Receivables

Accounts receivable and other receivables are recognized in the balance sheet at nominal value. Any provision for bad debts are based on an individual assessment of each receivable. Receivables in foreign currency at 31.12 are translated to NOK based on the Central Bank of Norway end of day foreign exchange rate at 31.12. Measurement changes are recorded in the income statement as foreign currency gains/losses.

Foreign currency

Transactions in foreign currency are translated to Norwegian Kroner at the prevailing exchange rate on the date of the transaction. Monetary items in foreign currency are measured at the foreign exchange rate on the balance sheet date. Realized and unrealized foreign exchange effects are recognized as financial items in the income statement.

Deferred income taxes

Deferred taxes in the balance sheet is calculated on the basis of temporary differences between carrying value and tax values of assets and liabilities. Income taxes in the income statement comprise of change in deferred taxes and payable taxes calculated on the basis of taxable result for the period. Deferred taxes related to business combinations is calculated at 22 % based on the difference between purchase price allocation fair value of tangible and intangible assets and tax values.

Cash flows statement

The cash flows statement has been prepared based on the indirect method in accordance with the Preliminary accounting standard on cash flows statements from the Norwegian Accounting Standards Board.

Government grants

Government grants are recognised when it is reasonably certain that the company will meet the conditions stipulated for the grants and that the grants will be received. Operating grants are recognised systematically during the grant period. Grants are deducted from the cost which the grant is meant to cover. Investment grants are capitalised and recognised systematically over the asset's useful life. Investment grants are recognised either as deferred income or as a deduction of the asset's carrying amount.

Intangible assets

Intangible assets that have been acquired separately are carried at cost. The costs of intangible assets acquired through an acquisition are recognised at their fair value in the company's opening balance sheet. Capitalised intangible assets are recognised at cost less any amortisation and impairment losses.



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Internally generated intangible assets are not capitalised but are expensed as occurred.

The economic life is either definite or indefinite. Intangible assets with a definite economic life are amortised over their economic life and tested for impairment if there are any indications. Changes to the amortisation method and/or period are accounted for as a change in estimate.

Defined contribution plans

The company have made contributions to local pension plans. These contributions have been made to the pension plan for full-time employees. The pension premiums are charged to expenses as they are incurred.



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Note 1 Intangible assets

	Customer relationships and customer contracts	Goodwill	License	Other intangible assets	Total
Cost price 01.01.2020	26,203,000	22,347,000	14,075,499	1,390,501	64,016,000
Addition	0	0	0	0	0
Disposal	0	0	0	0	0
Cost price 31.12.2020	26,203,000	22,347,000	14,075,499	1,390,501	64,016,000
Accumulated DD&A 31.12.2020	14,790,073	20,633,086	4,516,412	1,390,501	41,330,072
Book value as at 31.12.2020	11,412,927	1,713,914	9,559,088	0	22,685,928
Depreciation & amortisation	535,242	2,578,384	703,843	154,115	3,971,584
Depreciation method		*) Straight line	Straight line	Straight line	
		*)	*)	*)	
Depreciation life		10 years	20 years	20 years	

*) Customer contracts and customer relationships are related to the acquisition of North Sea Communication and are amortized in accordance with reduction of net present value of customer contracts and customer relationships which have a duration between 7 and 14 years. Goodwill is also related to the acquisition of North Sea Communication and are amortised over ten years as a result of long life of customer contracts and customer relationships. License is amortised over the same estimated period as useful life of the fibre cables, 20 years.

Note 2 Tangible assets

	Fibre cables & communication media	Furniture, fixtures & machinery	Asset under construction	Total
Cost price 01.01.2020	741,025,763	5,020,858	273,241,629	1,019,288,251
Addition	444,048	198,300	89,607,950	90,250,298
Disposal	0	0	0	0
Movement to fixed assets	142,528,438	0	-142,528,438	0
Cost price 31.12.2020	883,998,249	5,219,158	220,321,141	1,109,538,549
Accumulated DD&A 31.12.2020	476,208,075	4,739,237	0	480,947,312
Book value as at 31.12.2020	407,790,174	479,922	220,321,141	628,591,237
Depreciation, amortisation and write-down	84,275,935	201,005		84,476,941
Depreciation method	Straight line	Straight line		
Depreciation life	5-12 years	3-5 years		
Operational lease expense for fibre cables	26,399,003			
Duration lease agreements	3-5 years			



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Note 3 Bank deposits

Restricted cash for employee taxes	3,475,299
Unrestricted cash per 31.12	113,818,698
Cash in total	117,293,997

Note 4 Intercompany receivables/payables

	2020		2019	
Long term receivables/interest	Receivables	Interest	Receivables	Interest
Brent Holding AS	0	837,850	0	0
Tampnet Inc	62,730,605	3,809,946	49,969,359	11,991,326
Brent Invest AS	0	0	18,631,918	6,771,270
Tampnet Netherlands	43,297,531	2,982,888	26,348,936	1,818,526
Total	106,028,136	7,630,683	94,950,213	20,581,122

	2020		2019	
Short term receivables/interest	Receivables	Interest	Receivables	Interest
Brent Invest AS	0	0	35,000	0
Brent Holding AS	0	0	149,866,404	0
Tampnet Inc	4,584,024	0	5,160,783	0
Tampnet UK ltd.	21,551,428	0	12,825,503	0
Tampnet Telecom do Brasil	8,152,190	0	35,000	0
Tampnet Servicos do Brasil	105,000	0	35,000	0
Tampnet Sweden	2,383,605	0	33,146	0
Tampnet Netherlands	4,260,103	0	2,796,154	0
Colombo Bidco Limited	97,268	0	43,206	0
Tampnet Canada Inc.	311,439	0	321,515	0
Other IC	0	0	13,318,732	0
Total	41,445,056	0	184,470,443	0

	2020		2019	
Long term debt/interest	Debt	Interest	Debt	Interest
Brent Holding AS	0	0	62,936,229	6,763,184
Tampnet UK Ltd.	279,465,127	25,436,855	210,361,872	15,645,343
Brent Invest AS	0	0	0	4,746,955
Colombo Bidco Ltd.	71,724,554	5,611,098	61,491,482	4,621,975
Total	351,189,681	31,047,953	334,789,583	31,777,457

	2020		2019	
Short term debt/interest	Debt	Interest	Debt	Interest
Brent Holding AS	42,117,759	0	179,234,882	0
Tampnet UK ltd.	72,241	0	0	0
Colombo Bidco Limited	1,796,572	0	4,621,975	0
Tampnet Inc	162,506	0	0	0
Total	44,149,078	0	183,856,857	0

The intercompany positions are subject to interest which are calculated based on market terms.



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Intercompany revenue	2020
Tampnet UK	25,407,480
Tampnet Inc	3,869,623
Tampnet Netherlands	4,167,815
Tampnet Sweden	76,633
Total	33,521,551

Note 5 Subsidiaries

Name	Location	Aq. date	Carrying Value	Result2020	Equity2020
Tampnet Oceania Pty. Ltd	Australia	2010	32,550	0	0
Tampnet Telecom do Brasil	Brasil	2016	14,746,082	2,676,118	-7,908,912
Tampnet Servicos do Brasil	Brasil	2017	7,533	394,554	-99,929
Tampnet Sweden AB	Sverige	2017	3,052,805	-114,141	2,316,029
Tampnet Netherlands B.V	Nederland	2018	4,742,300	-13,424,289	45,347,758
Tampnet Canada Inc	Canada	2020	9,561,050	253,670	9,036,488
			<u>32,142,320</u>	<u>-10,214,088</u>	<u>48,691,434</u>

*All amounts are in NOK

Note 6 Numbers of shares, owners etc.

The share capital of NOK 1.008.000 consists of 18.000 shares with nominal value NOK 56 each and are owned entirely by Brent Holding AS.

Tampnet AS uses the exemption provided by Norwegian Accounting Act § 3-7. The consolidated accounts which includes Tampnet AS is prepared by the parent Colombo Investment Holdings Limited and can be collected at the company's registered business adress: Jåttåvågveien 7, 4020 Stavanger, Norway

Note 7 Equity

	Share capital	Share premium	Other paid-in equity	Other equity	Total
As at 01.01.2020	1,008,000	267,027,937	0	0	268,035,937
Result for the period				76,116,446	76,116,446
Given group contribution			-84,011,698		-84,011,698
Received group contribution			107,707,305		107,707,305
Other adjustments			-23,695,607	23,695,607	0
As at 31.12.2020	1,008,000	267,027,937	0	99,812,053	367,847,989



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Note 8 Revenue and segment information

Geographic allocation of revenues:		2020	2019
Norway	47.2 %	180,518,494	203,636,058
Great Britain	45.9 %	175,235,692	186,169,178
Netherlands	1.1 %	4,095,133	3,548,068
USA	4.6 %	17,421,874	3,336,106
Sweden	0.3 %	1,132,156	2,375,118
Denmark	0.8 %	3,052,117	2,278,924
Brazil	0.0 %	37,518	1,711,131
Ireland	0.2 %	668,206	104,127
Total revenues		382,161,190	403,158,710

Note 9 Salary costs and benefits, remuneration to the chief executive, board and auditor

Salary costs	2020	2019
Salaries	59,014,991	31,437,874
Employment tax	11,372,925	10,693,356
Pension costs	2,786,946	2,744,131
Other benefits	2,986,151	3,320,845
Total	76,161,013	48,196,206

Man years	59	54
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The company has a defined contribution plan for all employees. The company's pension schemes meet the requirements of the law on compulsory occupational pension.

Benefits to managing director:	2020	2019
Wages	2,420,886	2,500,000
Other benefits	96,832	3,765,063
Total	2,517,718	6,265,063

In addition to ordinary salary, the managing director has a bonus scheme agreement.

Pension liabilities

The company is liable to maintain an occupational pension scheme under the Mandatory Occupational Pensions Act. The company's pension schemes satisfy the requirements of this Act.

Operating expenses:	2020	2019
Office expenses	4,480,345	4,476,295
Travel	1,858,498	4,648,036
Consultant fees*	7,758,987	13,763,745
Other operating expenses	16,827,761	28,604,106
Total Other operating expenses	30,925,590	51,492,181

*Fees to the elected auditor is included in consultant fees, please make reference to the table below.

Fees expensed related to audit fees consists of the following services (excl. VAT):

	2020	2019
Statutory audit including technical assistance with financial statements	1,536,646	532,995
Other attestation services	11,150	314,301
Tax assistance	177,790	43,310
Other services	40,000	190,429
Total	1,765,586	1,081,035



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Note 10 Financial Income and financial costs

This item includes foreign currency gains and losses as follows:

	2020	2019
Foreign currency gains / (losses)	1,384,605	-2,263,372
Amortisation of loan fees	0	-240,204
Other financial income / (cost)	-480,755	365,420
Gain on sale of shares	0	2,780,081,541
Total other financial income and expenses	903,849	2,777,943,386

The company sold in April 2019 two of the subsidiaries, Tampnet UK ltd and Tampnet Inc, to Colombo Bidco Ltd, for a total consideration of NOK 3 243 million. The company decided to distribute the receivables after these two transactions, to Brent Invest AS as dividends.

Note 11 Income taxes

Deferred taxes are calculated on the basis of temporary differences existing between the carrying values and tax values at the balance sheet date. A specification of temporary differences and the calculation of deferred taxes is provided below. The relationship between the result from the financial statements and taxable income is also presented.

Calculation of income tax expense and taxable result	2020	2019
<i>Entered tax on ordinary profit/loss:</i>		
Payable tax	0	0
Effect from group contribution	23,695,607	39,431,674
Change in deferred tax based on original tax rate	-1,541,388	-3,012,853
Tax expense on ordinary profit/loss	22,154,219	36,418,821
<i>Taxable income:</i>		
Ordinary profit/loss before tax	98,270,665	2,942,574,185
Permanent differences	58,867	-2,779,095,498
Change in temporary differences	9,377,773	15,756,195
Group contribution	-107,707,305	-179,234,882
Taxable income	0	0
<i>Payable tax in balance:</i>		
Skattefunn	-2,577,605	-2,061,411
Adjustment prior period	3,900,830	3,900,830
Total payable tax in the balance	1,323,225	1,839,419
<i>Reconciliation of the tax expense:</i>		
Result before taxes	98,270,665	2,942,574,185
Calculated tax 22%	21,619,546	647,366,321
Tax expense	22,154,219	36,418,821
Difference	-534,673	610,947,499
<i>The difference consist of:</i>		
22% of permanent differences	12,951	-611,401,010
Skattefunn	521,722	453,510
Sum explained differences	534,673	-610,947,499



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The tax effect from temporary differences and loss to be carried forward that has formed the basis for deferred tax/tax advantage, specified on type of temporary differences.

Temporary differences:

Fixed assets	127,483,220	136,860,993
Customers	0	0
Amortization of loan fee	0	0
Net temporary differences	127,483,220	136,860,993
Interest subject to interest limitation	0	0
Not included in the deferred tax calculation	4,432,875	2,061,411
Tax losses carried forward		
Basis for calculation of deferred tax	131,916,095	138,922,404
Deferred tax 22%	29,021,540	30,562,928

Note 12 Deferred revenue

	2020	2019
Short term liabilities	63,197,127	33,857,918
One time charge short-term	37,886,941	51,013,317
Total short term liabilities	101,084,068	84,871,235

One time charge long-term 102,229,641 133,661,322

Note 13 Customer receivables

	2020	2019
Customer receivables at par value	46,983,688	33,476,279
Provision for losses	-800,000	0
Book value of customer receivables 31.12	46,183,688	33,476,279

Note 14 Loans and securities

Colombo Bidco Limited's long-term loan is secured by pledges:

	Carrying value 31.12.20
Notarial deed of pledge of shares over the shares in Tampnet Netherlands B.V. held by Tampnet AS	4,742,300
Security agreement in respect of Material Receivables, Bank accounts, floating charge over operating assets, inventory/stock in trade and account receivables.	293,892,518



To the General Meeting of Tampnet AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Tampnet AS, which comprise the balance sheet as at 31 December 2020, 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 accompanying financial statements are prepared in accordance with law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with 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 information in the annual report, except the financial statements and our auditor's report thereon.

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

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

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.

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



Independent Auditor's Report - Tampnet 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 a true and fair view 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.

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

Report on Other Legal and Regulatory Requirements

Opinion on the Board of Directors' report

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



Independent Auditor's Report - Tampnet AS



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, 3 June 2021
PriceWaterhouseCoopers AS

Gunnar Slettebø
State Authorised Public Accountant