



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2017 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer: 817 983 162  
Organisasjonsform: Aksjeselskap  
Foretaksnavn: ACTIVE SERVICE AS  
Forretningsadresse: Sjøkrigsskoleveien 15  
5165 LAKSEVÅG

### Regnskapsår

Årsregnskapets periode: 01.01.2017 - 31.12.2017

### 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: Tina Mollerin  
Dato for fastsettelse av årsregnskapet: 05.06.2018

### Grunnlag for avgivelse

År 2017: Årsregnskapet er elektronisk innlevert  
År 2016: Tall er hentet fra elektronisk innlevert årsregnskap fra 2017

*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, 25.09.2019



### Resultatregnskap

Beløp i: NOK	Note	2017	2016
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Salgsinntekt	2, 9	86 006 949	4 975 414
<b>Sum inntekter</b>		<b>86 006 949</b>	<b>4 975 414</b>
<b>Kostnader</b>			
Varekostnad		46 756 744	2 765 552
Lønnskostnad	3	20 138 643	2 840 432
Avskrivning på varige driftsmidler og immaterielle eiendeler	4	2 691 030	268 507
Annen driftskostnad	3	12 231 840	1 862 540
<b>Sum kostnader</b>		<b>81 818 257</b>	<b>7 737 031</b>
<b>Driftsresultat</b>		<b>4 188 692</b>	<b>-2 761 617</b>
<b>Finansinntekter og finanskostnader</b>			
Annen renteinntekt		39 944	53
Annen finansinntekt	5	292 031	77
<b>Sum finansinntekter</b>		<b>331 975</b>	<b>130</b>
Annen rentekostnad	9	1 381 479	143 333
Annen finanskostnad	5	767 874	366
<b>Sum finanskostnader</b>		<b>2 149 353</b>	<b>143 699</b>
<b>Netto finans</b>		<b>-1 817 378</b>	<b>-143 569</b>
<b>Ordinært resultat før skattekostnad</b>		<b>2 371 314</b>	<b>-2 905 186</b>
Skattekostnad på ordinært resultat	6	-66 651	-762 647
<b>Ordinært resultat etter skattekostnad</b>		<b>2 437 965</b>	<b>-2 142 539</b>
<b>Årsresultat</b>		<b>2 437 965</b>	<b>-2 142 539</b>
<b>Overføringer og disponeringer</b>			
Konsernbidrag	11	7 189 895	0
Avgitt konsernbidrag	11	7 189 895	0
Overføringer til/fra annen egenkapital	11	2 437 965	-2 142 539
<b>Sum overføringer og disponeringer</b>		<b>2 437 965</b>	<b>-2 142 539</b>



## Resultatregnskap

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
---------------------	-------------	-------------	-------------

---



## Balanse

Beløp i: NOK	Note	2017	2016
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
Kunderelasjoner	4	4 073 333	5 113 333
Goodwill	4	-9 732 636	-12 152 171
<b>Sum immaterielle eiendeler</b>		<b>-5 659 303</b>	<b>-7 038 838</b>
<b>Varige driftsmidler</b>			
Driftsløsøre, inventar, verktøy, kontormaskiner og lignende	4	2 575 169	2 720 320
<b>Sum varige driftsmidler</b>		<b>2 575 169</b>	<b>2 720 320</b>
<b>Sum anleggsmidler</b>		<b>-3 084 134</b>	<b>-4 318 518</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
Varer	7	22 621 561	23 517 251
<b>Sum varer</b>		<b>22 621 561</b>	<b>23 517 251</b>
<b>Fordringer</b>			
Kundefordringer	8,9	13 569 109	5 089 026
Andre fordringer	8,9	24 775 960	3 513 395
<b>Sum fordringer</b>		<b>38 345 069</b>	<b>8 602 421</b>
<b>Bankinnskudd, kontanter og lignende</b>			
Bankinnskudd, kontanter og lignende	10	831 372	1 619 107
<b>Sum bankinnskudd, kontanter og lignende</b>		<b>831 372</b>	<b>1 619 107</b>
<b>Sum omløpsmidler</b>		<b>61 798 002</b>	<b>33 738 779</b>
<b>SUM EIENDELER</b>		<b>58 713 868</b>	<b>29 420 261</b>

## BALANSE - EGENKAPITAL OG GJELD

### Egenkapital

#### Innskutt egenkapital



## Balanse

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
Selskapskapital	11, 12	2 000 000	2 000 000
Overkurs	11	468 451	468 451
<b>Sum innskutt egenkapital</b>		<b>2 468 451</b>	<b>2 468 451</b>
<b>Opptjent egenkapital</b>			
Annen egenkapital	11	2 437 965	0
<b>Sum opptjent egenkapital</b>		<b>2 437 965</b>	<b>0</b>
<b>Sum egenkapital</b>		<b>4 906 416</b>	<b>2 468 451</b>
<b>Gjeld</b>			
<b>Langsiktig gjeld</b>			
Utsatt skatt	6	1 327 790	3 664 934
<b>Sum avsetninger for forpliktelser</b>		<b>1 327 790</b>	<b>3 664 934</b>
<b>Annen langsiktig gjeld</b>			
Langsiktig konserngjeld	9	0	15 000 000
<b>Sum annen langsiktig gjeld</b>		<b>0</b>	<b>15 000 000</b>
<b>Sum langsiktig gjeld</b>		<b>1 327 790</b>	<b>18 664 934</b>
<b>Kortsiktig gjeld</b>			
Leverandørgjeld	9	8 193 516	4 375 501
Betalbar skatt	6	0	0
Skyldige offentlige avgifter		1 484 549	813 122
Annen kortsiktig gjeld	8, 9	42 801 597	3 098 252
<b>Sum kortsiktig gjeld</b>		<b>52 479 662</b>	<b>8 286 875</b>
<b>Sum gjeld</b>		<b>53 807 452</b>	<b>26 951 809</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>58 713 868</b>	<b>29 420 260</b>
<b>POSTER UTENOM BALANSEN</b>			
Garantistillelser	13	38 765 839	



## Skattedirektoratet

Saksbehandler	Deres dato	Vår dato
Torstein Kinden Helleland	18.01.2018	24.01.2018
Telefon	Deres referanse	Vår referanse
22078139	Tina Møllerin	2018/62033

FLUX GROUP AS  
Postboks 415  
4067 STAVANGER

## Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk

Vi viser til deres brev av 18. januar 2018 hvor dere søker om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper:

<b>Valvision AS</b>	<b>org nr. 889 777 362</b>
<b>Norwegian Piping AS</b>	<b>org.nr. 887 138 362</b>
<b>Active Service AS</b>	<b>org.nr. 817 983 162</b>
<b>Analytic AS</b>	<b>org.nr. 995 807 513</b>

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering ovenstående selskaper dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen er gyldig så lenge 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

Fra søknaden gjengis:

*For morselskapet i gruppen (Flux Group AS - org. nr. 913192249) er det allerede innvilget dispensasjon. (...)*

*(...) Flux Group konsernet med døtre er oljeserviceselskaper med kontorer i Stavanger, Bergen, Larvik, Korea og Aberdeen. Konsernet leverer ventiler, rør, ledninger, koblinger og annet utstyr til oljenæringen, og opererer således i en bransje av sterk internasjonal karakter. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. Selskapene benytter også mye engelsk som arbeidsspråk.*

*Flere av selskapene i konsernet er momsregistrerte i annet land enn Norge, og vi må derfor utarbeide årsregnskaper på engelsk for å opprettholde krav om rapportering. Også ved kvalifisering for nye kunder og leverandører i bransjen, kreves engelske versjoner av årsregnskapene. Da den norske versjonen kun utarbeides for å tilfredsstille regnskapsloven, anses nytten ikke å forsvare kostnaden, det søkes derfor om dispensasjon.*

### 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	Besøksadresse:	Sentralbord
Postboks 9200 Grønland	Se <a href="http://www.skatteetaten.no">www.skatteetaten.no</a>	800 80 000
0134 Oslo	Org.nr: 996250318	Telefaks
	E-post:	22 17 08 60
	<a href="mailto:skatteetaten.no/sendepost">skatteetaten.no/sendepost</a>	



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 konsernspissen har dispensasjon til å benytte engelsk språk. Eierkretsen er begrenset. Selskapene opererer innenfor en bransje der engelsk er bransjespråket og at konsernets arbeidsspråk er engelsk. Videre er det vektlagt at sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk..

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Jeanette Munkvold Skovholt  
*seniorrådgiver*  
Rettsavdelingen, foretaksskatt  
Skattedirektoratet

Torstein Kinden Helleland

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



KPMG AS  
Verkgata 1A  
Postboks 57  
4064 Stevanger

Telephone +47 04063  
Fax  
Internet www.kpmg.no  
Enterprise 935 174 627 MVA

To the General Meeting of Active Service AS

## Independent auditor's report

### Report on the Audit of the Financial Statements

#### Opinion

We have audited the financial statements of Active Service AS showing a profit of NOK 2 437 965. The financial statements comprise the balance sheet as at 31 December 2017, 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 2017, 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.

KPMG AS, a Norwegian limited liability company and member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity.

Statutkontroll revisjons- og skatteoppsett AS, Det Norske Revisjonsvesen

#### Offices in

Oslo	Trondheim	St. Rita	Stord
Ålesund	Elverum	Ålesund	Steinheim
Bergen	Haugesund	Skien	Trondheim
Bodø	Kristiansund	Sandnessjøen	Tvedestrand
Drøbak	Kinn	Stavanger	Ålesund



## 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 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 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

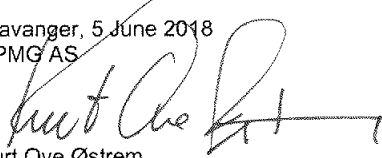
### Opinion on the Board of Directors' report

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 and the going concern assumption is consistent with the financial statements and complies with the law and regulations.

### Opinion on Registration and Documentation

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

Stavanger, 5 June 2018  
KPMG AS

  
Kurt Ove Østrem  
State Authorized Public Accountant



# Annual Report

## 2017

Active Service AS

Org.nr.: 817 983 162



## Annual Report 2017

### Active Service AS

Address: Sjøkrigsskoleveien 15, 5165 Laksevåg

Org.nr: 817 983 162

#### Business area

Active Service AS was established October 18th 2016, and offers high-quality hoses, couplings and related products in different sized for use in marine- and oil & gas markets. In 2016 the company acquired the contents of the hoses & couplings division of Fluid Control AS. The company has had no activity before this acquire, which took place November 15<sup>th</sup>, 2016.

Active Service AS has locations in Stavanger and Bergen.

#### Result

Active Service had its first full year of operation as a part of Flux Group and contributed positively to the Group result for 2017. The activity level has been high throughout the year, and the same level is expected for next year as already seen in early 2018.

Operating revenue for Active Service AS this year has been MNOK 86,0 compared to MNOK 5,0 last year. Ordinary result after taxes was MNOK 2,4 compared to MNOK -2,1 last year and will be added to retained earnings.

Year-end total balance was MNOK 58,7 compared to MNOK 29,4 last year, which gives an equity ratio of 8,4%, same as last year.

The company's total change in net liquidity assets for the year was MNOK -0,8, giving a liquidity reserve of MNOK 0,8 at 31.12.

The company had no research and development expenses in 2017.

The Board of Directors believe the annual report provides a true picture of the Company's assets, liabilities, financial position and result.

The annual accounts have been prepared in line with the assumption of going-concern, according to section 3-3 of the Norwegian Account Act. The Board of Director's assessment is based on the group's market positions, financial position, and prospects ahead.

#### Risks

The Group's activity level is both directly and indirectly depending on general market trends within the oil and gas industry. The company has processes at place to reduce credit risks and has not had any bad debts during the year.

The Group operates internationally and is exposed to foreign exchange risk, primarily for EUR, GBP and USD. The overall strategy of the Group is to reduce the foreign currency exposure as far as possible.



### Organization

Active Service has a high focus on health, safety, environment and quality (HSEQ). There have been no personnel injuries during the year, and the sick leave for the year was 1,6 percent.

At year end the company had 25 employees, 2 of which were women.

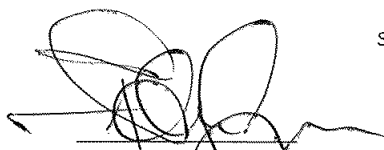
Diversity is important for further development and expansion of the Group. Overall guidelines and code of conduct are stating there will be no discrimination based on gender, national origin, ethnicity, skin color, language, religion or denomination relating to e.g. wages, advancement and recruitment. Wages are set based on job responsibilities, job content and the individual employee's competence and performance.

### Health, safety and environment

The environmental impact resulting from the Company's activities is considered to be at a low level comparing with other similar businesses.

### Subsequent events

The company is not familiar with any subsequent events after the balance sheet date which are of significance for the company's financial position as at 31.12.




Ådne Grødem  
Chairman of the board

Stavanger, May 14, 2018



Geir Bråten  
Board member



Erlend Kristian Fremstad  
CEO



## Notes to financial statements

Active Service AS

### Note 1 - Accounting Principles

The annual report is prepared according to the Norwegian Accounting Act and generally accepted accounting principles.

#### Operating revenue and expenses

Sales revenues are recognized in accordance with the earnings principle at the time of delivery. Services are recognized as income when they are performed.

Expenses are booked in accordance with the matching principle, in the same period as the related revenue.

#### Balance sheet classification

Assets defined for permanent ownership or use is classified as fixed assets. Other assets are classified as non-current assets. Debtors due within one year, and entries related to goods circulation is also classified as non-current assets. Same criteria are used for defining short-term or long-term debt.

Fixed assets are valued by the cost of acquisition. Fixed assets with limited economic life are depreciated by a reasonable depreciation schedule. In the case of impairment the asset will be written down to the fair value amount. The impairment shall be reversed if there are grounds for it.

Current assets are valued at the lower of acquisition cost and fair value. Debt is recognized at nominal value.

#### Property, plant and equipment

Property, plant and equipment is capitalized and depreciated over the estimated useful economic life. Direct maintenance costs are expensed as incurred, whereas improvements and upgrading are assigned to the acquisition cost and depreciated along with the asset. If carrying value of a non-current asset exceeds the estimated recoverable amount, the asset is written down to the recoverable amount. The recoverable amount is the greater of the net selling price and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value.

#### Inventories

Inventories are valued at the lower of cost after FIFO-method and market value (net sales value).

#### Trade and other receivables

Trade receivables and other current receivables are recorded in the balance sheet at nominal value less provisions for bad debts. Provisions for bad debts are calculated on the basis of individual assessments.

#### Income tax

Tax expenses in the profit and loss account comprise both tax payable for the accounting period and change in deferred tax. Deferred tax is calculated at 23 percent (24 percent in 2016) on the basis of existing temporary differences between accounting profit and taxable profit together with tax deductible deficits at the year end. Temporary differences both positive and negative, are offset provided they reverse within the same time period. Deferred tax assets are recorded in the balance sheet to the extent it is more likely than not that the tax assets will be utilized.

**Foreign currency**

Monetary items in foreign currency are valued at the exchange rate at the end of the financial year. Transactions in foreign currency are translated at the rate applicable on the transaction date.

**Pensions**

The net pension cost consists of the year's premium payments

**Purchase price allocation**

Acquisition cost is assigned to all identified financial, tangible and intangible assets. Any excess value is presented as goodwill (or negative goodwill). Deferred tax is calculated on the basis of this excess value, where value comes from fair values in the purchase price allocation. Deferred tax is presented as goodwill, at nominal tax rate (23% in 2016, 24% in 2017).

The allocation can be amended within 12 months of the acquisition date.

**Intangible assets**

Intangible assets acquired are booked at fair value at acquisition date. The value is amortized over its economic life.

**Goodwill**

Acquired negative goodwill is presented as the difference between the purchase price and net identifiable assets. Goodwill is depreciated linearly over a 5 year period as a reduction of material cost.



## Income Statement

Active Service AS

		2017	2016
OPERATING INCOME AND OPERATING EXPENSES	Note	01.01-31.12	18.10-31.12
Revenue	2, 9	86 006 949	4 975 414
<b>Operating income</b>		<b>86 006 949</b>	<b>4 975 414</b>
Cost of goods sold		46 756 744	2 765 552
Payroll expenses	3	20 138 643	2 840 432
Depreciation and amortization	4	2 691 030	268 507
Other operating expenses	3	12 231 840	1 862 539
<b>Operating expenses</b>		<b>81 818 257</b>	<b>7 737 031</b>
<b>Operating profit</b>		<b>4 188 692</b>	<b>-2 761 617</b>
<b>Financial income and expenses</b>			
Other interest income		39 944	53
Other financial income	5	292 031	77
Other interest expenses	9	1 381 479	143 333
Other financial expenses	5	767 874	366
<b>Net financial income and expenses</b>		<b>-1 817 378</b>	<b>-143 569</b>
<b>Profit before tax</b>		<b>2 371 314</b>	<b>-2 905 186</b>
Tax on ordinary result	6	-66 651	-762 647
<b>Annual net profit</b>		<b>2 437 965</b>	<b>-2 142 539</b>
<b>Allocation of net profits</b>			
Paid group contribution	11	-7 189 895	0
Received group contribution	11	7 189 895	0
Transferred to other equity	11	2 437 965	-2 142 539
<b>Net transfers</b>		<b>2 437 965</b>	<b>-2 142 539</b>



## Balance Sheet

Active Service AS

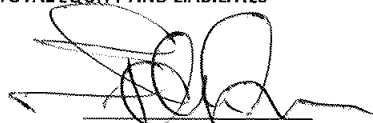
ASSETS	Note	2017	2016
<b>FIXED ASSETS</b>			
<b>Intangible assets</b>			
Customer relations	4	4 073 333	5 113 333
Goodwill	4	-9 732 636	-12 152 171
<b>Total intangible assets</b>		<b>-5 659 302</b>	<b>-7 038 838</b>
<b>Tangible fixed assets</b>			
Property, plant & equipment	4	2 575 169	2 720 320
<b>Total tangible fixed assets</b>		<b>2 575 169</b>	<b>2 720 320</b>
<b>TOTAL FIXED ASSETS</b>		<b>-3 084 134</b>	<b>-4 318 518</b>
<b>CURRENT ASSETS</b>			
Inventories	7	22 621 561	23 517 251
<b>Debtors</b>			
Accounts receivable	8, 9	13 569 109	5 089 026
Other receivables	8, 9	24 775 960	3 513 395
<b>Total debtors</b>		<b>38 345 069</b>	<b>8 602 421</b>
Cash and cash equivalents	10	831 372	1 619 107
<b>TOTAL CURRENT ASSETS</b>		<b>61 798 002</b>	<b>33 738 778</b>
<b>TOTAL ASSETS</b>		<b>58 713 868</b>	<b>29 420 261</b>



## Balance Sheet

Active Service AS

EQUITY AND LIABILITIES	Note	2017	2016
<b>EQUITY</b>			
<b>Restricted equity</b>			
Share capital	11, 12	2 000 000	2 000 000
Share premium	11	468 451	468 451
<b>Total restricted equity</b>		<b>2 468 451</b>	<b>2 468 451</b>
<b>Retained earnings</b>			
Other equity	11	2 437 965	0
<b>Total retained earnings</b>		<b>2 437 965</b>	<b>0</b>
<b>TOTAL EQUITY</b>		<b>4 906 416</b>	<b>2 468 451</b>
<b>LIABILITIES</b>			
<b>Long term provisions</b>			
Deferred tax	6	1 327 790	3 664 934
<b>Total long term provisions</b>		<b>1 327 790</b>	<b>3 664 934</b>
<b>Long term liabilities</b>			
Long term intercompany debts	9	0	15 000 000
<b>Total long term liabilities</b>		<b>0</b>	<b>15 000 000</b>
<b>Current liabilities</b>			
Accounts payable	9	8 193 516	4 375 501
Tax payable	6	0	0
Public duties payables		1 484 549	813 122
Other short term liabilities	8, 9	42 801 598	3 098 252
<b>Total short term liabilities</b>		<b>52 479 662</b>	<b>8 286 875</b>
<b>TOTAL LIABILITIES</b>		<b>52 479 662</b>	<b>26 951 809</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>58 713 868</b>	<b>29 420 261</b>

  
Adne Grødem  
Chairman of the board

Stavanger, 14 May, 2018

  
Erlend Kristian Fremstad  
CEO

  
Geir Bråten  
Member of the board



## Cash flow statement

Active Service AS

		2017	2016
	Note	01.01-31.12	18.10-31.12
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before tax		2 371 314	-2 905 186
Taxes paid		0	0
Depreciation and amortization	4	2 691 030	268 507
Amortization goodwill	4	-2 419 535	-272 470
Changes in inventories		895 690	-23 517 251
Changes in accounts receivable		-8 480 083	-5 089 026
Changes in accounts payable		3 818 015	4 375 501
Change in other non-current items		1 841 714	2 497 979
<b>Net cash flows from operating activities</b>		<b>718 144</b>	<b>-24 641 945</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Intangible assets acquired		0	11 148 212
Payment for additions fixed assets	4	-1 505 878	-2 902 161
<b>Net cash flows from investing activities</b>		<b>-1 505 878</b>	<b>8 246 052</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Issue of shares		0	3 000 000
Settlement previous share capital		0	15 000
Net changes in other intercompany balances	9	0	15 000 000
<b>Net cash flows from financing activities</b>		<b>0</b>	<b>18 015 000</b>
Net increase in cash and cash equivalents		-787 734	1 619 107
Cash and cash equivalents as of 01.01		1 619 107	0
<b>Cash and cash equivalents as of 31.12</b>		<b>831 372</b>	<b>1 619 107</b>



## Notes to financial statement

Active Service AS

### Note 2 – Operating revenue

All sales are related to the company's business area; sale of hoses & couplings.

<b>Geographical distribution:</b>	<b>01.01-31.12</b>	<b>18.10-31.12</b>
Norway	70 781 249	4 936 112
Other	15 225 700	39 302
<b>Sum</b>	<b>86 006 949</b>	<b>4 975 414</b>

### Note 3 Payroll expense, number of employees, remuneration, employee loans etc.

<b>Payroll expense:</b>	<b>01.01-31.12</b>	<b>18.10-31.12</b>
Salaries	16 169 251	2 401 579
Payroll tax	2 472 280	350 226
Pension costs	818 803	-
Other benefits	678 309	88 627
<b>Sum</b>	<b>20 138 643</b>	<b>8 454 557</b>

Number of employees	22,3	3,1
---------------------	------	-----

The company is obligated by law to follow the Act on mandatory occupational pensions. The company's pension scheme meets the requirements of this law.

<b>Payroll expense:</b>	<b>CEO</b>	<b>Board</b>
Salaries	1 480 481	0
Severance pay	0	0
Other benefits	0	0

The CEO has an agreement of severance pay for 6 months following resignation.

<b>Auditors fee:</b>	<b>2017</b>
Statutory audit	85 000
Other assistance	17 050
<b>Total (ex. VAT)</b>	<b>102 050</b>

\* Other assistance and 60 000 of statutory audit relates to the company's previous auditors PWC



## Note 4 - Fixed assets

<b>Tangible assets</b>		
Acquisition cost as of 01.01		2 902 161
Additions		1 505 878
Disposals		0
<b>Accumulated cost as of 31.12</b>		<b>4 408 039</b>
Accumulated depreciations as of 31.12		1 832 871
<b>Carrying amount as of 31.12</b>		<b>2 575 169</b>
Annual depreciation		1 651 030
Economic life		3-5 years
Depreciation plan		Straight line method
<b>Intangible assets</b>		
	Customer relations	Goodwill
Acquisition cost as of 01.01	5 200 000	-12 424 641
Additions	0	0
Disposals	0	0
<b>Accumulated cost as of 31.12</b>	<b>5 200 000</b>	<b>-12 424 641</b>
Accumulated depreciations as of 31.12	1 126 667	-2 692 006
<b>Carrying amount as of 31.12</b>	<b>4 073 333</b>	<b>-9 732 636</b>
Booked depreciation*	1 040 000	-2 419 535
Economic life	5 years	5 years
Depreciation plan	Straight line	Straight line
Future minimum lease obligations:		
	<b>2017</b>	<b>2016</b>
Within 1 year	3 834 924	3 626 790
2-3 years	327 360	3 300 000
After 3 years	210 480	0
<b>Total</b>	<b>4 372 764</b>	<b>6 926 790</b>

## Note 5 - Foreign currency

	<b>2017</b>	<b>2016</b>
FX gains booked	292 031	77
FX loss booked	767 874	366
<b>Net FX gain (+) / loss (-)</b>	<b>-475 842</b>	<b>-289</b>



## Note 6 - Income taxes

### Specification of deferred income tax liability/assets:

	2017	2016
<b>Temporary differences</b>		
Fixed assets	535 379	1 502 724
Intangible assets	4 073 333	5 113 333
Inventory	1 164 288	8 676 723
Net temporary differences	5 773 000	15 292 780
Loss carried forward	0	-22 224
<b>Basis for deferred tax asset</b>	<b>5 773 000</b>	<b>15 270 556</b>
Deferred tax asset 23% (24%)	1 327 790	3 664 935
Not recognized deferred tax asset	0	0
<b>Deferred tax assets in balance sheet</b>	<b>1 327 790</b>	<b>3 664 935</b>

### Basis for tax expense, change in deferred tax and taxes payable:

Profit before tax	2 371 314	-2 905 186
Permanent differences	-2 408 485	-272 470
Basis for tax expense	-37 171	-3 177 656
Change in temporary differences	9 519 779	1 055 432
<b>Taxable income before loss carry forward</b>	<b>9 482 609</b>	<b>-2 122 224</b>
Received/distributed (+/-) group contribution	-9 460 389	2 100 000
(+/-) Loss carry forward	-22 220	0
<b>Taxable income (basis for tax payable)</b>	<b>0</b>	<b>-22 224</b>

### Distribution of income tax expense:

This year's income tax expense on taxable income	2 270 493	0
Too much/too little accrued prior year	0	0
Total taxes payable	2 270 493	0
Change in deferred tax asset/liability	-2 337 144	762 637
<b>Income tax expense</b>	<b>-66 651</b>	<b>762 637</b>

### Reconciliation of annual income tax expense:

Profit before tax	2 371 314	-2 905 186
Calculated tax (24%)	569 115	-726 296
Tax expense in income statement	-66 651	-762 637
<b>Difference</b>	<b>635 766</b>	<b>36 341</b>
Difference consist of:		
24% (25%) of permanent differences	-578 036	-68 118
Change in deferred tax as a result in tax rate change	-57 730	31 777
<b>Total explained difference</b>	<b>-635 766</b>	<b>-36 341</b>



## Note 7 - Inventory

	2017	2016
Stock of purchased goods	25 239 136	23 517 251
Provision for obsolescence	-2 617 575	
<b>Total</b>	<b>22 621 561</b>	<b>23 517 251</b>

## Note 8 - Receivables and debt

The company has no receivables due later than 1 year nor any debt due later than 5 years.

	2017	2016
Accounts receivable		
Accounts receivable	13 569 109	5 089 026
Provision bad debt	0	0
<b>Total</b>	<b>13 569 109</b>	<b>5 089 026</b>

## Note 9 - Intercompany

Intercompany receivables and payables are included in the accounts with the following amounts:

Receivables	2017	2016
Accounts receivable	0	43 559
Other short term receivables	24 364 040	2 100 000
<b>Total receivables</b>	<b>24 364 040</b>	<b>2 143 559</b>

Payables	2017	2016
Accounts payable	-174 985	2 800 208
Short term payables	41 159 843	37 647
<b>Total payables</b>	<b>40 984 858</b>	<b>2 837 855</b>

The company is part of the Flux Group cash pool arrangement. This implies that the cash holding of the subsidiary is formally considered a receivable from the parent company, and all group companies are jointly and severally liable for the Group's withdrawals. In April 2017 a refinancing of the Group's credit facility agreement was signed. New maturity date is April 30, 2020.

In relation to the acquisition of hoses & couplings division from Fluid Control, the company borrowed 15 000 000 NOK from parent company Flux Group AS. The loan is due in August 2018. Interest cost booked on this loan is for 2017 calculated to 1 223 333 NOK.

The company has had the following intercompany transactions:	2017	2016
Purchase of goods and services	344 028	30 118
Sales	2 263 012	50 440
Group contribution received	7 189 895	1 596 000
Group contribution paid	9 460 389	0

All transactions are made as part of the company's ordinary business and at arm's length principle.



## Note 10 - Cash and cash equivalents

Includes restricted bank deposits of NOK 759 011.

## Note 11 - Equity

	Share capital	Share premium	Other equity	Total
Equity 01.01	2 000 000	468 451	0	2 468 451
Received group contribution	0	0	-7 189 895	0
Paid group contribution	0	0	7 189 895	0
(+/-) Period profits	0	0	2 437 965	2 437 965
<b>Equity 31.12</b>	<b>2 000 000</b>	<b>468 451</b>	<b>2 437 965</b>	<b>4 906 416</b>

## Note 12 - Share capital and shareholder information

Share capital consist of 2 000 000 shares at NOK 1 per share. Voting rights are the same for all shares.

Shareholders as of 31.12:

	Ordinary	Share
Flux Group AS	1 802 000	90,1 %
Kråkhaugen Invest AS	49 500	2,5 %
Vieugue Partnership AS	49 500	2,5 %
Smebye Invest AS	49 500	2,5 %
Egil Holgersen	24 750	1,2 %
Espen Werner Andersen	24 750	1,2 %
<b>Total</b>	<b>2 000 000</b>	<b>100 %</b>

CEO of the company indirectly owns 49 500 shares through the company Kråkhaugen Invest AS.

Consolidated financial statement can be obtained from Flux Group AS headquarters at Kanalsletta 8, Stavanger.

## Note 13 - Pledges and guarantees

Booked value of pledged assets to parent company:	2017	2016
Accounts receivable	13 569 109	0
Fixed assets	2 575 169	0
Inventory	22 621 561	0
<b>Total</b>	<b>38 765 839</b>	<b>0</b>