



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2022 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 981 928 652
Organisasjonsform: Aksjeselskap
Foretaksnavn: SIMONA STADPIPE AS
Forretningsadresse: Nedre Sjøstad 19
6750 STADLANDET

Regnskapsår

Årsregnskapets periode: 01.01.2022 - 31.12.2022

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: Nils Per Sjøstad
Dato for fastsettelse av årsregnskapet: 09.05.2023

Grunnlag for avgivelse

År 2022: Årsregnskapet er elektronisk innlevert
År 2021: Tall er hentet fra elektronisk innlevert årsregnskap fra 2022

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, 14.07.2024



Resultatregnskap

Beløp i: NOK	Note	2022	2021
RESULTATREGNSKAP			
Inntekter			
Revenue	1, 2	188 859 196	129 187 011
Other income	2	770 313	1 623
Sum inntekter		189 629 509	129 188 634
Kostnader			
Raw materials and consumables used	4	118 833 007	70 962 680
Employee benefits expense	3	34 667 643	31 693 938
Depreciation and amortisation expenses	1, 6	1 202 093	1 293 969
Nedskrivning av varige driftsmidler og immaterielle eiendeler	1, 6		-983 660
Other expenses	3, 5	31 805 222	18 038 274
Sum kostnader		186 507 965	121 005 202
Driftsresultat		3 121 543	8 183 432
Finansinntekter og finanskostnader			
Annen renteinntekt		16 620	102 102
Other financial income		94 557	
Sum finansinntekter		111 177	102 102
Annen rentekostnad		245 607	190 494
Other financial expenses		264 791	179 313
Sum finanskostnader		510 398	369 807
Netto finans		-399 221	-267 705
Ordinært resultat før skattekostnad		2 722 323	7 915 727
Income tax expense	10	613 522	1 704 201
Ordinært resultat etter skattekostnad		2 108 801	6 211 526
Årsresultat		2 108 801	6 211 526
Årsresultat etter minoritetsinteresser		2 108 801	6 211 526
Totalresultat		2 108 801	6 211 526



Resultatregnskap

Beløp i: NOK	Note	2022	2021
Overføringer og disponeringer			
Ordinært utbytte			3 105 000
Other equity		2 108 801	3 106 526
Sum overføringer og disponeringer	11	2 108 801	6 211 526



Balanse

Beløp i: NOK	Note	2022	2021
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	10		
Varige driftsmidler			
Buildings and land	6, 9		
Machinery and equipment	1, 6, 9	7 242 830	5 986 183
Ships	9		
Equipment and other movables	5, 6, 9		
Sum varige driftsmidler		7 242 830	5 986 183
Finansielle anleggsmidler			
Lån til foretak i samme konsern	4, 8		
Investeringer i tilknyttet selskap	4		
Lån til tilknyttet selskap og felles kontrollert virksomhet	4, 8		
Investments in shares	1	100 000	107 500
Sum finansielle anleggsmidler		100 000	107 500
Sum anleggsmidler		7 342 830	6 093 683
Omløpsmidler			
Varer			
Sum varer	1, 9	10 818 434	10 497 329
Fordringer			
Accounts receivables	1, 8, 9	60 021 870	30 500 208
Other short-term receivables	1	12 319 506	2 064 376
Sum fordringer		72 341 377	32 564 585
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	1, 7	2 109 775	3 768 344
Sum bankinnskudd, kontanter og lignende		2 109 775	3 768 344
Sum omløpsmidler		85 269 586	46 830 258



Balanse

Beløp i: NOK	Note	2022	2021
SUM EIENDELER		92 612 416	52 923 940

BALANSE - EGENKAPITAL OG GJELD

Egenkapital

Innskutt egenkapital

Share capital	11, 12	750 000	750 000
Beholdning av egne aksjer	11, 12		
Overkurs	11		
Annen innskutt egenkapital	11		
Sum innskutt egenkapital		750 000	750 000

Opptjent egenkapital

Other equity	11	19 336 138	17 227 338
Udekket tap	11		
Sum opptjent egenkapital		19 336 138	17 227 338

Sum egenkapital

20 086 138 **17 977 338**

Gjeld

Langsiktig gjeld

Utsatt skatt	10	5 078 346	4 464 824
Sum avsetninger for forpliktelser		5 078 346	4 464 824

Annen langsiktig gjeld

Gjeld til kredittinstitusjoner	9		
Other non-current liabilities	8	4 123 825	4 123 825
Sum annen langsiktig gjeld		4 123 825	4 123 825

Sum langsiktig gjeld

9 202 171 **8 588 649**

Kortsiktig gjeld

Liabilities to financial institutions	9	5 908 977	
Leverandørgjeld	8	36 534 818	13 469 117
Tax payable	10		1 158 915
Public duties payable		5 946 765	3 052 089
Utbytte			3 105 000
Other current liabilities		14 933 545	5 572 832



Balanse

Beløp i: NOK	Note	2022	2021
Sum kortsiktig gjeld		63 324 106	26 357 953
Sum gjeld		72 526 277	34 946 602
SUM EGENKAPITAL OG GJELD		92 612 416	52 923 940



Brønnøysundregistrene

ÅRSREGNSKAP FOR REGNSKAPSÅRET 2022 - GENERELL INFORMASJON

Journalnummer: 2023 402680

Enheten

Organisasjonsnummer: 981 928 652
Organisasjonsform: Aksjeselskap
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Forretningsadresse: Nedre Sjøåstad 19
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Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet: Nils Per Sjøåstad
Dato for fastsettelse av årsregnskapet: 09.05.2023

Revisjon

Årsregnskapet er utarbeidet av ekstern
autorisert regnskapsfører: Ja
Ekstern autorisert regnskapsfører har i
løpet av regnskapsåret bistått ved den
løpende regnskapsføringen eller utført
andre tjenester for selskapet enn å
utarbeide årsregnskapet: Ja

Grunnlag for avgivelse

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År 2021: Tall er hentet fra elektronisk innlevert årsregnskap fra 2022.

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Brønnøysundregistrene, 24.05.2023

Brønnøysundregistrene
Postadresse: Postboks 900, 8910 Brønnøysund
Telefon: 75 00 75 00
E-post: firmapost@brreg.no Internett: www.brreg.no
Organisasjonsnummer: 974 760 673



Organisasjonsnr: 981 928 652
SIMONA STADPIPE AS

RESULTATREGNSKAP

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Overføringer og disponeringer			
Ordinært utbytte			3 105 000
Other equity		2 108 801	3 106 526



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Organisasjonsnr: 981 928 652
SIMONA STADPIPE AS

BALANSE

Beløp i: NOK **Note** **2022** **2021**

BALANSE - EIENDELER

Anleggsmidler

Immaterielle eiendeler

Utsatt skattefordel 10

Varige driftsmidler

Buildings and land 6, 9

Machinery and equipment 1, 6, 9 7 242 830 5 986 183

Ships 9

Equipment and other

movables 5, 6, 9

Sum varige driftsmidler 7 242 830 5 986 183

Finansielle anleggsmidler

Lån til foretak i samme
konsern 4, 8

Investeringer i
tilknyttet selskap 4

Lån til tilknyttet
selskap og felles
kontrollert virksomhet 4, 8

Investments in shares 1 100 000 107 500

**Sum finansielle
anleggsmidler 100 000 107 500**

Sum anleggsmidler 7 342 830 6 093 683

Omløpsmidler

Varer

Sum varer 1, 9 10 818 434 10 497 329

Fordringer

Accounts receivables 1, 8, 9 60 021 870 30 500 208

Other short-term
receivables 1 12 319 506 2 064 376

Sum fordringer 72 341 377 32 564 585

Bankinnskudd, kontanter og lignende

Cash and cash equivalents 1, 7 2 109 775 3 768 344

**Sum bankinnskudd,
kontanter og lignende 2 109 775 3 768 344**

Sum omløpsmidler 85 269 586 46 830 258

SUM EIENDELER 92 612 416 52 923 940

BALANSE - EGENKAPITAL OG GJELD



Egenkapital			
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Gjeld			
Langsiktig gjeld			
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SUM EGENKAPITAL OG GJELD		92 612 416	52 923 940



Organisasjonsnr: 981 928 652
SIMONA STADPIPE AS

NOTEOPPLYSNINGER - SELSKAP - alle poster oppgitt i hele tall

Note

Antall årsverk i regnskapsåret
45.00

Sum Beløp

Balanseført verdi 31.12. Varige driftsmidler Immaterielle eiend.

Konsernregnskap

Morselskapet sitt navn

Forretningskontor for morselskapet

Begrunnelse for at datterselskap er utelatt fra konsolideringen

Samlet beløp - tilknyttet selskap Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - foretak i samme konsern Årets Fjorårets

Samlet beløp - felles kontrollert virksomhet Årets Fjorårets

Pantstillelse Beløp

Beholdning av egne aksjer Antall Pålydende Andel av aksjek.



Skatteetaten

Vår dato
24.09.2021

Din/Deres dato
14.09.2021

Saksbehandler
Lars Waaltorp

800 80 000
Skatteetaten.no

Din/Deres referanse
AR446245685

Telefon
90833418

Org.nr
974761076

Vår referanse
2021/6326077

Postadresse
Postboks 9200 Grønland
0134 OSLO

SIMONA STADPIPE AS

6750 STADLANDET

Att. Sonja Skoge Sivertstøl

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk

Vi viser til deres brev av 14. september 2021 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk for følgende selskaper:

Simona Stadpipe AS	org.nr. 981 928 652
Simona Stadpipe Eiendom AS	org.nr. 925 734 136

Skattekontoret gir på bakgrunn av en konkret helhetsvurdering de overnevnte selskaper dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som danner grunnlaget for vedtaket ikke endres vesentlig.

Kopi av dette brevet må sendes til Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Den regnskapspliktige må selv dokumentere ved dette brev at tillatelse er gitt.

Bakgrunn

Simona Stadpipe AS og Simona Stadpipe Eiendom AS er eid hhv. 75 % og 100 % av et utenlandsk selskap som er en del av et internasjonalt konsern. Selskapene driver virksomhet innen rørlegging og produksjon av rørdeler/utstyr.

Engelsk er selskapenes arbeidsspråk. Kundene til Simona Stadpipe AS er hovedsakelig store internasjonale selskaper, mens Simona Stadpipe Eiendom AS mest sannsynlig kun vil ha Simona Stadpipe AS som kunde. Begge selskapene har utenlandske styremedlemmer.

Skattekontorets vurdering

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

I Ot. prp. nr. 42 (1997-1998) Om lov om årsregnskap mv., er det utført 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 skattekontorets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk kan gis, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har skattekontoret lagt særlig vekt på at den største eieren i selskapene er et utenlandsk selskap som er en del av et internasjonalt konsern. Videre er det vektlagt at selskapene driver virksomhet i en bransje der alle sentrale aktører behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Lars Waalorp
seniorrådgiver
Brukerdialog, brukerkontakt
Skatteetaten

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer.



Financial statement 2022

Simona Stadpipe AS

Organization number: 981 928 652



BDO AS
Gate 1 nr. 80
6700 Måløy

Independent Auditor's Report

To the Annual Shareholders meeting of Simona Stadpipe AS

Opinion

We have audited the financial statements of Simona Stadpipe AS.

The financial statements comprise:

- The balance sheet as at 31 December 2022
- The income statement for 2022
- Statement of cash flows for the year that ended 31 December 2022
- Notes to the financial statements, including a summary of significant accounting policies

In our opinion:

- The financial statements comply with applicable statutory requirements, and
- The financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company as required by relevant laws and regulations in Norway and International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

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

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.

Opinion on the Board of Director's report

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



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

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

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

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using 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 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.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to:

<https://revisorforeningen.no/revisjonsberetninger>

Måløy, 23. mars 2023

BDO AS

Geir Kvalheim

State Authorised Public Accountant



The board of directors' report 2022 for Simona Stadpipe AS

Operations and locations

SIMONA Stadpipe was established in 1995 and are one of the Norway's leading specialists in innovative piping systems for fish Farming. Our main office and production facility are in Leikanger on the Stadlandet peninsula, on the west coast of Norway.

SIMONA AG is majority stake holder in SIMONA Stadpipe. SIMONA is acknowledged as one of the leading producers and development partners in the field of thermoplastics. Operating worldwide, they offer technical solutions centred around industry and infrastructure. SIMONA Stadpipe is the main company in the business line Aquaculture in SIMONA group.

During 2022 focus has been on developing routines and to work more internationally, to follow the adopted strategy plan. The monthly meetings on sales in the region of Norway, Europe, and Asia has resulted good interaction with the rest of the Simona group on sales work.

The management have worked on getting new projects international, and by the end of the year we had contracts on engineering and sales of special parts to Europe, USA, and Asia.

The opening of a new office building has been important for interaction between management, engineering, and production, which has resulted in a more efficient and streamlined flow of information.

The company have implemented SAP as an accounting program from January 2022. Monthly reports for projects are established and monthly meetings on results within the projects are established.

Comments related to the financial statements

SIMONA Stadpipe revenues increased from NOK 129 188' last year to NOK 189 629' in 2022. Operating profit in 2022 was NOK 3 121'. Budget for 2022 was Revenue NOK 169 751' with an operating profit of NOK 12 480'.

Despite costs within implementation in SIMONA, Covid 19, and a volatile price level for raw materials, the team in SIMONA Stadpipe has done a good job, focusing on costs and operations.

During 2022 research and development cost amounted to NOK 164'. The cost has been expensed as incurred, as the requirements for a balance sheet disclosure are considered not to have been met.

Total cash flow from operating activities was NOK -2 030' in 2022, and the operating profit constituted NOK 3 121'. The difference mainly concerns change in accounts payables, accounts receivables and in inventories. SIMONA Stadpipe's capital investments during 2022 amounted to NOK 2 733'.

SIMONA Stadpipe's liquidity reserve as of 31.12.2022 amounted to NOK 2 109'. SIMONA Stadpipe's ability to self-finance investments is good.



SIMONA Stadpipe's short-term debt as of 31.12.2022 constituted 87 % of SIMONA Stadpipe's total debt, compared to 75 % as of 31.12.2021. The increase is mainly due to a higher amount in account payable at year end due to higher activity. With the incoming payments from customers early in 2023, a large part of the account payable was also paid in the beginning of 2023. SIMONA Stadpipe's financial position is sound and adequate to settle short-term debt as of 31.12.2022 with SIMONA Stadpipe's most liquid assets.

Total assets at year-end amounted to NOK 92 612', compared to NOK 52 924' last year. The increase is mainly due to a higher amount in account receivables at year end. The equity ratio was 21,7 % as of 31.12.2022, compared to 33,9 % the year before.

Future challenges

At the end of 2022, the new ground rent taxation proposal from the Norwegian government set the entire Norwegian industry back. In addition, Norway stopped the processing of new permits for land-based facilities for 6 months to evaluate the current regulations. This means that projects that were planned to start have been put on hold until Parliament has adopted final tax rules for the industry.

For Simona Stadpipe, this means that it is important to have a greater focus on international projects, to maintain current activity, and the growth that is based on our strategy plan that has been adopted by the board.

We believe that after Q2 the projects in Norway will gradually pick up again, as the new law must be adopted by the end of June in 2023.

The aquaculture market is growing as the consumption on fish is growing globally. We know of more than 100 ongoing or planned projects on big land-based farms in the world.

The main focus going forward is to identify international projects and get contracts in projects in which we can contribute with our expertise.

Mian pipe systems in aquaculture are Polyethylene pipes, fittings and semi finish products. Additionally, there are a large demand on "know-how", and special parts. SIMONA Stadpipe consists of a highly competent and experienced team of project managers, engineers, installation, and productions workers. Sales of sheets, pipes, and fittings already in SIMONA for the market, can contribute together with the knowledge in SIMONA Stadpipe to get into projects.

The fact that there is a war in Europe may result in less willingness to invest in the industry. However, the world needs food, and if we can deliver at competitive prices and delivery times, the board believes that it is possible with the planned growth.



Financial risk

Overall view on objectives and strategy

SIMONA Stadpipe AS is not very exposed to financial risk. The long-term loan with SIMONA AG is in NOK, therefore no exchange rate risk there. The goal is to keep the financial risk as low as possible.

Purchases of goods are in Norwegian Kroner or Euro, which makes the risk acceptable.

International sales are in Kroner or Euro, and risk assess from project to project in collaboration with our main shareholder.

Market risk

SIMONA Stadpipe is little exposed to exchange rate risk on the income-side, as nearly all the company's revenue is in NOK. Fluctuations in euro constitute a relatively small risk, as approximately only 3 % of SIMONA Stadpipe's purchases come from suppliers who invoice in euro.

Credit risk

The risk for losses on receivables is low. SIMONA Stadpipe AS has not yet experienced significant losses on receivables and is not anticipating this in the future. Risk regarding interest-level is also low, SIMONA Stadpipe AS has no bank-loan, only an intercompany loan with SIMONA AG.

Liquidity risk

SIMONA Standpipe's liquidity is good, and there is a persistent focus on overdue receivables. The credit periods for sales will not be changed, customers typically have 14 - 30 days credit terms. 72 % of all purchases of material are made from the main supplier Ahlsei Norge AS. The current agreement with the main supplier has no end-date. It is ongoing until one party terminates it. The payment-terms are good, free month + 60 days. Supplier of hired personnel is Walcon Maritime AS, where payment-terms were increased from 30 to 45 days in 2022.

Going concern

In accordance with the Accounting Act § 3-3a, we confirm that the financial statements have been prepared under the assumption of going concern. This assumption is based on profit forecasts for the year 2023 and SIMONA Standpipe's and Group's long-term strategic forecasts. The SIMONA Group's economic and financial position is sound.

Allocation of net income

The Board of Directors has proposed the net income of Simona Stadpipe AS to be attributed to:

Other equity 2 109'

The proposal reflects the owners' desire to strengthen the equity position of the company.

The working environment and the employees

The company had 50 employees at year-end. Sickness absence where 4.3 % of the company's total working hours. Average sickness absence in our type of industry is 4.7%. The short-term absence rate is 1.3%, compared to the industry in general, 1.1%. Long-term absenteeism is 3.0%, compared to the industry in general, 3.5%.



Early on, the company has positive results from the initiatives taken to reduce absenteeism. The company will continue to work on measures to reduce the number of sick days and has this as an agenda in all meetings of the Working Environment Committee. The Action Plan for Health, Safety and Environment has measurable measures to reduce sickness absence and injury.

We have initiated additional measures such as a plan to rotate work tasks between employees, to avoid strain injuries. There have been no incidents or reports of occupational accidents that have caused significant property damage or personal injury during the year. We have organized first aid course for the blue collars in the company.

The working environment is good, and improvements are made continuously in accordance with the occupational health service. The opening of a new administration building gave us the opportunity to gather personnel under the same roof, which resulted in the improvement of communication and cohesion.

The company's working environment committee had 4 meetings in 2022. Several matters have been discussed in the committee, which has resulted in recommendations for improvements to the related departments. The overall risk assessment of the working environment has been conducted in 2022 and will continue to be used as a risk-reducing measure. The occupational health service has conducted health checks of 29 employees (blue-collar) and map the health status associated with working environment. There were no negative findings.

The cooperation with the employee unions has been constructive and contributed positively to operations.

Equal opportunities and discrimination

The company treats employees of all genders and nationalities equally. The company has women employed in several departments of our business, in administration, engineering, and production. At the turn of the year, 6 women were employed out of a total of 51 employees (8,5%)

The principle of equal treatment on hired personnel where wages, working hours and social benefits are checked is conducted regularly in accordance with the Working Environment Act. This is recorded between the company and the unions as a control point against regulatory requirements.

Environmental report

The company have established routines for sorting all types of waste which is delivered to approved recipients. Waste from production facilities, including waste considered harmful to the environment, is within regulatory limitations. The company recycles plastic materials, such as pipe cut-off, sheets, and milling waste, and delivered 54 tonnes for recycling in 2022. During 2023 the company plans to further develop the routines and agreements for recycling to reduce transport of the waste.



During 2022 the company has started using seawater exchanger for heating of buildings and hot water which earlier was supplied from electricity and oil. The company has also invested in a new ventilation system with heat recovery. In production, the company has invested in a new forklift with the newest Euro6 diesel engine technology.

Insurance for board members and general manager

Liability insurance for the general manager and the board is taken care of at group level by SIMONA AG.

Stadlandet / Kirn 10.03.2023

Nils Per Sjøstad
CEO

Jochen Hauck
Chairman

Nils Per Sjøstad
Board member

Sigve Ronny Røkås
Board member

Michael Schmitz
Board member

Guido Josef Osterfeld
Board member



Revenue statement

Simona Stadpipe AS

Operating income and operating expenses	Note	2022	2021
Revenue	1, 2	188 859 196	129 187 011
Other income	2	770 313	1 623
Total income		189 629 509	129 188 634
Raw materials and consumables used	4	118 833 007	70 962 680
Employee benefits expense	3	34 667 643	31 693 938
Depreciation and amortisation expenses	1, 6	1 202 093	1 293 969
Change in depreciation time	1, 6	0	-983 660
Other expenses	3, 5	31 805 222	18 038 274
Total expenses		186 507 965	121 005 202
Operating profit		3 121 543	8 183 432
Financial income and expenses			
Other interest income		16 620	102 102
Other financial income		94 557	0
Other interest expenses		245 607	190 494
Other financial expenses		264 791	179 313
Net financial items		-399 221	-267 705
Net profit before tax		2 722 323	7 915 727
Income tax expense	10	613 522	1 704 201
Net profit after tax		2 108 801	6 211 526
Net profit or loss		2 108 801	6 211 526
Attributable to			
Ordinary dividend		0	3 105 000
Other equity		2 108 801	3 106 526
Total	11	2 108 801	6 211 526



Balance sheet
Simona Stadpipe AS

Assets	Note	2022	2021
Non-current assets			
Property, plant and equipment			
Machinery and equipment	1, 6, 9	7 242 830	5 986 183
Total property, plant and equipment		7 242 830	5 986 183
Non-current financial assets			
Investments in shares	1	100 000	107 500
Total non-current financial assets		100 000	107 500
Total non-current assets		7 342 830	6 093 683
Current assets			
Inventories	1, 9	10 818 434	10 497 329
Debtors			
Accounts receivables	1, 8, 9	60 021 870	30 500 208
Other short-term receivables	1	12 319 506	2 064 376
Total receivables		72 341 377	32 564 585
Cash and cash equivalents	1, 7	2 109 775	3 768 344
Total current assets		85 269 586	46 830 258
Total assets		92 612 416	52 923 940



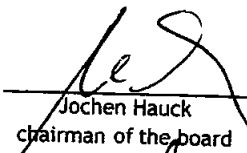
Balance sheet

Simona Stadpipe AS

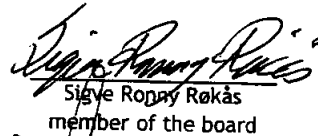
Equity and liabilities	Note	2022	2021
Paid-in capital			
Share capital	11, 12	750 000	750 000
Total paid-up equity		<u>750 000</u>	<u>750 000</u>
Retained earnings			
Other equity	11	19 336 138	17 227 338
Total retained earnings		<u>19 336 138</u>	<u>17 227 338</u>
Total equity		<u>20 086 138</u>	<u>17 977 338</u>
Liabilities			
Provisions			
Deferred tax	10	5 078 346	4 464 824
Total provisions		<u>5 078 346</u>	<u>4 464 824</u>
Other non-current liabilities			
Other non-current liabilities	8	4 123 825	4 123 825
Total non-current liabilities		<u>4 123 825</u>	<u>4 123 825</u>
Current liabilities			
Liabilities to financial institutions	9	5 908 977	0
Trade payables	8	36 534 818	13 469 117
Tax payable	10	0	1 158 915
Public duties payable		5 946 765	3 052 089
Dividends		0	3 105 000
Other current liabilities		14 933 545	5 572 832
Total current liabilities		<u>63 324 106</u>	<u>26 357 953</u>
Total liabilities		<u>72 526 277</u>	<u>34 946 602</u>
Total equity and liabilities		<u>92 612 416</u>	<u>52 923 940</u>

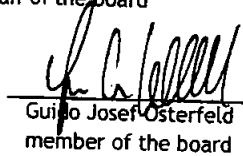
Stadlandet 31.12.2022/ 10.03.23

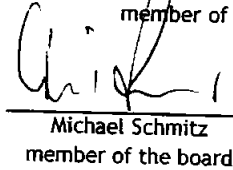
The board of Simona Stadpipe AS


Jochen Hauck
chairman of the board


Nils-Pér Bjåstad
vice chairman


Sigve Ronny Røkås
member of the board


Guido Josef Osterfeld
member of the board


Michael Schmitz
member of the board



Indirect cash flow

Simona Stadpipe AS

	Note	2022	2021
Cash flows from operating activities			
Profit/loss before tax		2 722 323	7 915 727
Taxation paid		-1 158 915	0
Loss/gain on the sale of fixed assets		274 500	0
Ordinary depreciation		1 202 093	1 293 969
Impairment of fixed assets		0	-983 660
Change in inventory		-321 105	-3 609 549
Change in accounts receivable		-29 521 662	-9 152 977
Change in accounts payable		23 065 702	1 565 965
Change in other accrual items		-611 096	3 758 633
Net cash flows from operating activities		-2 030 330	788 108
Cash flows from investment activities			
Payments to buy tangible assets		2 733 239	1 414 619
Payments to buy other investments		0	-161 383
Net cash flows from investment activities		-2 733 239	-1 253 236
Payment of dividend		-3 105 000	0
Net cash flows from financing activities		3 105 000	0
Net change in cash and cash equivalents		-1 658 569	-465 128
Cash and cash equivalents at the start of the period		3 768 344	4 233 472
Cash and cash equivalents at the end of the period		2 109 775	3 768 344



Notes to the financial statement 2022

Note 1 Accounting principles

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

Use of estimates

The preparation of accounts in accordance with the Accounting Act requires the use of estimates. It also requires Group management to exercise judgment in applying the Group's accounting policies. The areas where significant judgments and estimates have been made in preparing the financial statements and their effect are disclosed in the notes.

Revenue

Income from sale of goods and services are recognised at fair value, net after deduction of VAT, returns, discounts and reductions.

Revenue from sale of goods

Revenue from sale of goods are recognised in the income statement when both risk and control have passed on to the buyer. The risk being the asset's profit and loss potential, whilst control is defined as having both the decision-making rights as well as the jurisdiction. Normally this will be when the goods are delivered to the customer. Historical data is applied to estimate and make provisions for quantity discount and returns at the date of sales.

Revenue from sale for services

Revenues for services are recognised when the services are performed and the company has a right to payment for performed.

Long-term contracts

Work in progress related to fixed-term contracts is assessed according to the percentage of completion method, where revenue is recognised according to the progress of the project. The completion rate is calculated based upon incurred cost as a percentage of the expected total cost. The total cost is reviewed on an ongoing basis. When the outcome of the contract can't be reliably estimated, revenue is recognised in an amount corresponding to incurred cost. For honours contracts the entire estimated loss is expensed immediately.

Classification and assessment of balance sheet items

Assets intended for long term ownership or use are classified as fixed assets. Assets relating to the operating cycle have been classified as current assets. Other receivables are classified as current assets if they are to be repaid within one year after the transaction date. Similar criteria apply to liabilities. First year's instalment on long term liabilities and long term receivables are, however, not classified as short term liabilities and current assets.

Fixed assets

Tangible fixed assets are capitalised and depreciated linearly down to the residual value over the expected useful economic life of the assets. When the depreciation plan is changed, the effect is distributed over the remaining depreciation period. Maintenance of operating equipment is expensed on an ongoing basis. Upgrades or improvements are added to the acquisition cost of the asset and depreciated in line with the asset. The difference between maintenance and upgrade / improvement is assessed based on the condition of the asset when purchased. Plots and land are not depreciated.

Costs related to leases of fixed assets are expensed over the lease period. Prepayments are reflected in the balance sheet as a prepaid expense, and are distributed over the rental period.

Previous impairment charges, except write-down of goodwill, are reversed in later periods if the conditions causing the write-down are no longer present.



Notes to the financial statement 2022

Investments in other companies

The cost method is applied to investments in other companies. The carrying amount is increased when funds are added through capital increases or when group contributions are made to subsidiaries. Dividends received are generally recognised as income. Dividends from companies are reflected as financial income when the dividends are approved. Investments are written down to fair value if the fair value is lower than the carrying amount.

Inventory

The inventory of purchased goods is valued at the lower of acquisition cost according to the FIFO principle and net sales value. Finished goods of own production and work in progress are valued at production cost, including both variable and fixed production costs.

Receivables

Accounts receivables and other receivables are recorded in the balance sheet at face value.

Pensions

The pension schemes are financed through payments to insurance companies, with the exception of the early retirement pension scheme (AFP).

Defined contribution plan

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

Tax

The tax charge in the income statement includes both payable taxes for the period and changes in deferred tax. Deferred tax is calculated at 22 % on the basis of the temporary differences that exist between accounting and tax values, as well as any possible taxable loss carried forwards at the end of the accounting year. Tax enhancing or tax reducing temporary differences, which are reversed or may be reversed in the same period, have been offset and netted.

Foreign currencies

Assets and liabilities in foreign currencies are valued at the exchange rate at the end of the accounting year. Agio gains and losses relating to sales and purchases of goods in foreign currencies are recognised as operating income and cost of goods sold.

Cash Flow statement

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

Note 2 Sales income

	2022	2021
Geographic breakdown		
Norway	185 980	127 715
Europe	2 449	925
Other	430	547
Total	188 859	129 187



Notes to the financial statement 2022

Note 3 Personnel expenses, number of employees, remuneration, loan to employees

Payroll expenses	2022	2021
Salaries/wages	29 606 082	27 443 967
Social security fees	3 188 054	3 003 345
Pension expenses	548 118	524 024
Other remuneration	1 325 389	722 602
Total	34 667 643	31 693 938

Average number of employees during the accounting year	51	45
Remuneration to executives	General Manager	Board
Salaries/wages	1 130 153	1 214 400
Bonus	17 000	0
Pension expenses	25 846	23 412
Other remuneration	35 364	20 661
Total	1 208 363	1 258 473

No loans/securities have been granted to the General Manager, the Chairman of the Board or other related parties.

OTP (Statutory occupational pension)

The company is required to have a pension scheme in accordance with the Norwegian law on required occupational pension ("lov om obligatorisk tjenestepensjon"). The company's pension scheme meets the requirement of this law.

Expensed audit fee

Expenses paid to the auditor for 2022 amounts to NOK 149 350,- ekskl.mva.

Statutory audit fee (incl. technical assistance with financial statements)	96 000
Other services	53 350
Total audit fee	149 350

Note 4 Related party transactions

Simona AG owns 74,9% of Simona Stadpipe AS. Total materials sold to Simona Stadpipe this year is NOK 5 108 283,-, for goods and NOK 74 193,-, for services.

Note 5 Leases

Operating leases:

Lease object	Expiration of last agreement	Annual lease
Equipment, fixtures and fittings and other movables	2028	752 374
Total		752 374



Notes to the financial statement 2022

Note 6 Fixed assets

	Equipment, fixtures & fittings & other movables	Total
Acquisition cost 01.01	16 225 067	16 225 067
Additions	2 733 239	2 733 239
Disposals	0	0
Acquisition cost 31.12	18 958 306	18 958 306
Acc. depreciation/ impairment 31.12	-11 715 476	-11 715 476
Book value 31.12	7 242 830	7 242 830
Depreciation in the year	1 202 093	1 202 093

Note 7 Restricted bank deposits, cash in hand etc.

	2022	2021
Restricted funds deposited in the tax deduction account	1 904 094	1 232 170

Note 8 Intercompany balances

Receivables	2022	2021
Liabilities	2022	2021
Long term liabilities	4 123 825	4 123 825
Trade creditors	7 908 015	1 072 911
Total liabilities	12 031 840	5 196 736

Note 9 Debtors, liabilities, pledged assets and guarantees etc.

Balance sheet value of assets placed as security	2022	2021
Equipment, fixtures and fittings and other movables	7 517 330	5 986 183
Inventories	10 818 434	0
Accounts receivables	48 219 413	23 346 593
Total	66 555 177	29 332 776



Notes to the financial statement 2022

Guarantee commitments:

Unused bank overdraft	3 091 023	0
Guarantee commitments not booked	3 713 461	10 072 596
Total	6 804 484	10 072 596

Note 10 Tax

This year's tax expense	2022	2021
Entered tax on ordinary profit/loss:		
Payable tax/ refund	0	1 158 915
Changes in deferred tax	673 912	545 286
Tax expense on ordinary profit/loss	673 912	1 704 201
Taxable income:		
Ordinary result before tax	2 722 323	7 915 727
Permanent differences	66 414	-169 356
Changes in temporary differences	-11 438 336	-2 478 573
Taxable income	-8 649 599	5 267 797
Payable tax in the balance:		
Payable tax on this year's result	0	1 158 915
Total payable tax in the balance	0	1 158 915

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



Notes to the financial statement 2022

	2022	2021	Difference
Tangible assets	1 898 905	1 673 989	-224 916
Production contracts	31 818 302	18 849 281	-12 969 021
Accounts receivable	-1 263 947	0	1 263 947
Profit and loss account	-182 892	-228 615	-45 723
Other differences	-537 378	0	537 378
Total	31 732 990	20 294 655	-11 438 335
Accumulated loss to be brought forward	-8 649 599	0	8 649 599
Basis for deferred tax	23 083 391	20 294 655	-2 788 737
Deferred tax (22 %)	5 078 346	4 464 824	-613 522

Note 11 Equity

	Share capital	Retained earnings	Total equity
Equity 01.01	750 000	17 227 338	17 977 338
Annual net profit/loss		2 108 801	2 108 801
Equity 31.12	750 000	19 336 138	20 086 138

Note 12 Shareholders

The share capital in Simona Stadpipe AS as of 31.12 consists of:

	Total	Face value	Entered
Ordinary shares	750	1 000,0	750 000
Total	750		750 000

Ownership structure

The largest shareholders in % at year end:

	Ordinary	Owner interest	Share of votes
Simona AG	562	74,9	74,9
Brødrene Sjøstad AS	188	25,1	25,1
Total number of shares	750	100,0	100,0