



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2017 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer:	991 627 278
Organisasjonsform:	Norskreg. utenlandsk foretak
Foretaksnavn:	NATIONAL OILWELL VARCO FLUIDCONTROL NORWAY
Forretningsadresse:	Lagerveien 20 4033 STAVANGER

### Regnskapsår

Årsregnskapets periode:	01.01.2017 - 31.12.2017
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### Konsern

Morselskap i konsern:	Nei
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### Regnskapsregler

Regler for små foretak benyttet:	Ja
Benyttet ved utarbeidelsen av årsregnskapet til selskapet:	Regnskapslovens alminnelige regler

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet:	Jon-André Johansen
Dato for fastsettelse av årsregnskapet:	06.07.2018

### 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, 01.11.2020



## Resultatregnskap

Beløp i: NOK	Note	2017	2016
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Salgsinntekt		47 964 611	56 449 367
Annen driftsinntekt			669 773
<b>Sum inntekter</b>		<b>47 964 611</b>	<b>57 119 139</b>
<b>Kostnader</b>			
Varekostnad		18 828 481	28 305 067
Lønnskostnad	2	13 499 100	16 853 126
Avskrivning på varige driftsmidler og immaterielle eiendeler	3	189 254	115 051
Annen driftskostnad		6 236 595	8 085 894
<b>Sum kostnader</b>		<b>38 753 430</b>	<b>53 359 139</b>
<b>Driftsresultat</b>		<b>9 211 181</b>	<b>3 760 001</b>
<b>Finansinntekter og finanskostnader</b>			
Annen finansinntekt		2 381 791	2 565 441
<b>Sum finansinntekter</b>		<b>2 381 791</b>	<b>2 565 441</b>
Annen finanskostnad		2 266 330	2 975 638
<b>Sum finanskostnader</b>		<b>2 266 330</b>	<b>2 975 638</b>
<b>Netto finans</b>		<b>115 460</b>	<b>-410 197</b>
<b>Ordinært resultat før skattekostnad</b>		<b>9 326 642</b>	<b>3 349 803</b>
<b>Ordinært resultat etter skattekostnad</b>		<b>9 326 642</b>	<b>3 349 803</b>
<b>Årsresultat</b>		<b>9 326 642</b>	<b>3 349 803</b>
<b>Årsresultat etter minoritetsinteresser</b>		<b>9 326 642</b>	<b>3 349 803</b>
<b>Totalresultat</b>		<b>9 326 642</b>	<b>3 349 803</b>
<b>Overføringer og disponeringer</b>			
Overføringer til/fra annen egenkapital		9 326 642	3 349 803
<b>Sum overføringer og disponeringer</b>		<b>9 326 642</b>	<b>3 349 803</b>



## Resultatregnskap

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
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## Balanse

Beløp i: NOK	Note	2017	2016
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
<b>Varige driftsmidler</b>			
Driftsløsøre, inventar, verktøy, kontormaskiner og lignende	3	574 183	249 418
<b>Sum varige driftsmidler</b>		<b>574 183</b>	<b>249 418</b>
<b>Sum anleggsmidler</b>		<b>574 183</b>	<b>249 418</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
Varer	9	3 293 901	2 438 162
<b>Sum varer</b>		<b>3 293 901</b>	<b>2 438 162</b>
<b>Fordringer</b>			
Kundefordringer	4	7 142 774	6 686 887
Andre fordringer	4	118 884	644 215
<b>Sum fordringer</b>		<b>7 261 658</b>	<b>7 331 102</b>
<b>Bankinnskudd, kontanter og lignende</b>			
Bankinnskudd, kontanter og lignende	8	26 954 817	16 262 753
<b>Sum bankinnskudd, kontanter og lignende</b>		<b>26 954 817</b>	<b>16 262 753</b>
<b>Sum omløpsmidler</b>		<b>37 510 377</b>	<b>26 032 018</b>
<b>SUM EIENDELER</b>		<b>38 084 560</b>	<b>26 281 436</b>
<b>BALANSE - EGENKAPITAL OG GJELD</b>			
<b>Egenkapital</b>			
<b>Innskutt egenkapital</b>			
<b>Opptjent egenkapital</b>			
Annen egenkapital	5	25 912 111	17 800 039



## Balanse

<b>Beløp i: NOK</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
<b>Sum opptjent egenkapital</b>		<b>25 912 111</b>	<b>17 800 039</b>
<b>Sum egenkapital</b>		<b>25 912 111</b>	<b>17 800 039</b>
<b>Sum langsiktig gjeld</b>		<b>0</b>	<b>0</b>
<b>Kortsiktig gjeld</b>			
Leverandørgjeld	4	7 176 804	2 618 614
Skyldige offentlige avgifter		906 667	1 204 606
Annen kortsiktig gjeld		4 088 978	4 658 177
<b>Sum kortsiktig gjeld</b>		<b>12 172 449</b>	<b>8 481 397</b>
<b>Sum gjeld</b>		<b>12 172 449</b>	<b>8 481 397</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>38 084 560</b>	<b>26 281 436</b>



## Skattedirektoratet

Saksbehandler	Deres dato	Vår dato
Rune Tystad	04.10.2012	19.10.2012
Telefon	Deres referanse	Vår referanse
977 59 464	79831556	2012/774996

NATIONAL OILWELL VARCO NORWAY AS  
Postboks 8181  
4069 STAVANGER

## Dispensasjon fra kravet om utarbeidelse av årsregnskap og årsberetning på norsk språk for National Oilwell Varco Fluidcontrol Norway, org.nr. 991 627 278

Vi viser til deres brev av 4. oktober 2012 hvor dere søker om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for National Oilwell Varco Fluidcontrol Norway.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering gitt National Oilwell Varco Fluidcontrol Norway dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd.

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

### Bakgrunn

Fra søknaden gjengis:

*National Oilwell Varco Fluidcontrol Norway leverer produkter innenfor borevæsker og tekniske løsninger innenfor olje- og gass industrien. Selskapet er en norsk avdeling av National Oilwell Varco LP lokalisert i Houston Texas, USA, og inngår i NOV konsernet som er notert på børsen i New York i USA.*

*Konsernets arbeidsspråk er engelsk. Konsernet opererer i sektorer der engelsk er det klart dominerende språket. Den norske avdelingens eier er et utenlandsk selskap, og all kommunikasjon med konsernets primære kunder og kreditorer foregår på engelsk, herunder oversendes et oversatt engelsk regnskap til disse.*

### Skattedirektoratets vurdering

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

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

*"Regjeringen har som siktemål at regnskapsloven skal bidra til informative regnskaper for ulike grupper av regnskapsbrukere. Regnskapsbrukerne er dels investorer og kreditorer som tilfører kapital til foretakene, og dels andre grupper som har interesse av å vite hvordan foretaket drives,*

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
For elektronisk henvendelse se <a href="http://www.skatteetaten.no">www.skatteetaten.no</a>		22 17 08 60



*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.”*

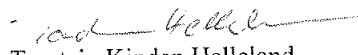
Det fremgår således at et av hovedformålene med regnskapsloven er å bidra til “*informative regnskaper for ulike grupper av regnskapsbrukere*”. Regnskapsbrukere vil omfatte, jf. uttalelsen i proposisjonen, blant andre investorer, kreditorer, ansatte og lokalsamfunnet.

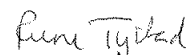
Det er etter Skattedirektoratets vurdering derfor avgjørende ved vurdering av om dispensasjon fra kravet til å utarbeide årsregnskap og/eller årsberetning på norsk, at det ikke foreligger mulige brukere av regnskapsinformasjon som blir vesentlig berørt negativt ved en eventuell dispensasjon.

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 avdelingens virksomhet er i en sektor der engelsk er det klart dominerende språket og at arbeidsspråket er engelsk. Videre er det vektlagt at avdelingen eies av et utenlandsk selskap.

Vennligst oppgi vår referanse ved henvendelser i anledning saken.

Med hilsen

  
Torstein Kinden Helleland  
seniorrådgiver  
Rettsavdelingen, foretaksskatt  
Skattedirektoratet

  
Rune Tystad



**NOV FluidControl Norway NUF**  
(NO991 627 278)

**ANNUAL REPORT**

**2017**



## Profit and Loss Statement

### National Oilwell Varco Fluidcontrol Norway NUF

<b>Operating income and operating expenses</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
Revenue		47 964 611	56 449 367
Other operating income		0	669 773
Operating Income		<u>47 964 611</u>	<u>57 119 139</u>
Raw materials and consumables used		18 828 481	28 305 067
Payroll expenses	2	13 499 100	16 853 126
Depreciation and amortisation expense	3	189 254	115 051
Other operating expenses		6 236 595	8 085 894
Operating expenses		<u>38 753 430</u>	<u>53 359 139</u>
Operating profit		<u>9 211 181</u>	<u>3 760 001</u>
<b>Financial income and expenses</b>			
Other financial income		2 381 791	2 565 441
Other financial expenses		2 266 330	2 975 638
Net financial income and expenses		<u>115 460</u>	<u>-410 197</u>
Operating result before tax		<u>9 326 642</u>	<u>3 349 803</u>
Operating result after tax		<u>9 326 642</u>	<u>3 349 803</u>
Annual net profit		<u>9 326 642</u>	<u>3 349 803</u>
<b>Brought forward</b>			
To other equity		<u>9 326 642</u>	<u>3 349 803</u>
Net brought forward		<u>9 326 642</u>	<u>3 349 803</u>

**Balance sheet**

## National Oilwell Varco Fluidcontrol Norway NUF

<b>Assets</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
<b>Fixed assets</b>			
<b>Tangible fixed assets</b>			
Equipment and other movables	3	574 183	249 418
Total tangible fixed assets		<u>574 183</u>	<u>249 418</u>
Total fixed assets		<u>574 183</u>	<u>249 418</u>
<b>Current assets</b>			
Inventories	9	3 293 901	2 438 162
<b>Debtors</b>			
Accounts receivables	4	7 142 774	6 686 887
Other receivables	4	118 884	644 215
Total debtors		<u>7 261 658</u>	<u>7 331 102</u>
Cash and bank deposits	8	26 954 817	16 262 753
Total current assets		<u>37 510 377</u>	<u>26 032 018</u>
Total assets		<u>38 084 560</u>	<u>26 281 436</u>

**Balance sheet**

## National Oilwell Varco Fluidcontrol Norway NUF

<b>Equity and liabilities</b>	<b>Note</b>	<b>2017</b>	<b>2016</b>
<b>Retained earnings</b>			
Other equity	5	25 912 111	17 800 039
Total retained earnings		<u>25 912 111</u>	<u>17 800 039</u>
Total equity		<u>25 912 111</u>	<u>17 800 039</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade creditors	4	7 176 804	2 618 614
Public duties payable		906 667	1 204 606
Other short term liabilities		4 088 978	4 658 177
Total short term liabilities		<u>12 172 449</u>	<u>8 481 397</u>
Total liabilities		<u>12 172 449</u>	<u>8 481 397</u>
Total equity and liabilities		<u>38 084 560</u>	<u>26 281 436</u>

Stavanger, 30.06.2018  
for National Oilwell Varco Fluidcontrol Norway NUF

\_\_\_\_\_  
Jon-André Johansen



## **Note 1 - Accounting Principles**

The entity is registered as a Norwegian Registered Foreign Company. The entity is a branch of National Oilwell Varco L.P, Houston, USA. The financial statement has been prepared in accordance with the Accounting Act and generally accepted accounting principles for small companies.

### **Principles for assessment and classification of assets and liabilities**

Assets intended for permanent ownership or use are classified as fixed assets. Other assets are classified as current assets. Receivables due within one year are classified as current assets. The same criteria are used in the classification of current and non-current liabilities.

Assets are recorded at cost and are written down to fair value if impairment is not expected to be temporary. Fixed assets with a limited useful life are depreciated. Current assets are valued at the lower of cost and net realizable value. Other non-current and current liabilities are valued at nominal. Some items are valued by other principles, as explained below.

### **Fixed assets**

Fixed assets are capitalized and depreciated over the useful life if this is longer than 3 years and has a cost higher than 15 000 NOK. Direct maintenance costs are expensed as incurred, while improvements are added to the acquisition cost and depreciated along with the asset.

### **Inventories**

Inventories of goods are valued at the lower of cost on a FIFO basis and net realizable value. Depreciation is made of estimated obsolescence.

### **Receivables**

Trade and other receivables are recorded at nominal value less a provision for doubtful debts. Provision is based on an individual assessment of each receivable. In addition, for other receivables, a general provision is made to cover expected losses.

### **Currency**

Monetary items denominated in foreign currencies are calculated at exchange rates at the balance sheet date. Transactions in foreign currencies are generally calculated at the exchange rate in the current period.

### **Pensions**

The company has defined contribution schemes, which are expensed in accordance with premium payments.

### **Revenue**

Revenue from sale of goods is recognized upon delivery. For projects the company uses the completed contract method and recognize revenue and related cost in the period where NOV completes its obligations to its customers according to generally accepted accounting principles for small companies.

### **Financial market risk**

The entity is exposed to currency fluctuations in that part of the sales revenue and cost of goods are denominated in foreign currency (mainly USD). The entity has in 2017 not used hedging instruments.



## Note 2 - Salaries, number of employees, allowances, loans to employees

<b>Wage costs:</b>	<b>2017</b>	<b>2016</b>
Salary	10 566 408	13 254 832
Social security expenses	1 685 399	2 027 130
Pension	826 989	851 478
Other benefits	420 304	719 686
<b>Sum wage costs</b>	<b>13 499 100</b>	<b>16 853 126</b>

Full time equivalent	14	15
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### Allowances

There is no paid wages or other remuneration to the General Manager from this company. He is employed by another company within the NOV Group.

### Auditor

Audit fees for 2017 amounts to NOK 211 546 exclusive vat.

## Note 3 - Fixed assets

	<b>Machinery and equipment</b>
Cost 01.01.2017	25 943 363
Additions during the year	514 019
Disposals this year	0
<b>Cost 31.12.2017</b>	<b>26 457 382</b>
Acc. depreciation 01.01.2017	25 693 945
Ordinary depreciation	189 254
Disposals this year	0
<b>Acc. depreciation 31.12.2017</b>	<b>25 883 199</b>
<b>Book value 31.12.2017</b>	<b>574 183</b>

3-10 years

## Note 4 - Balances with group companies

	<b>2017</b>	<b>2016</b>
<b>Receivables</b>		
Trade receivables	826 846	490 052
<b>Liabilities</b>		
Accounts payable	5 700 739	1 979 420



## Note 5 - Equity

	<b>Other equity</b>
Equity pr. 31.12.2016	17 800 039
Distributions to owners	-1 214 569
Net profit	9 326 642
Equity pr. 31.12.2017	<u>25 912 111</u>

## Note 6 - Entity structure and taxation

The entity is a Norwegian Registered Foreign Company and a branch of a Limited Partners company (LP) with the following 2 partners:

- NOV TV2 LLC (99,99 %)
- NOW Oilfield Services LLC (0,01 %)

Therefore the company's profit will be taxed as part of the tax treatment of each of the participating companies. The taxable income of the entity is 4 776 960 NOK.

## Note 7 Pension Liabilities

The entity has an arrangement for occupational pension that meets the requirements of the Norwegian Accounting Act § 7-30a.

## Note - 8 Bank deposits

There are no restrictions on bank deposits. Withheld tax are secured by a bank guarantee of NOK 1 300 000.

## Note - 9 Inventory

	2017	2016
Finished goods for resale	5 474 187	6 654 819
Work in progress/ purch. to be rebilled	0	2 974
Inventory reserve	-2 180 285	-4 219 631
Total inventory	3 293 901	2 438 162

The inventory reserve is calculated based on aging of the finished goods the company has for resale.

Work in progress is added to the inventory amount with the above mentioned amounts. In the financial statements for earlier years this was classified as a reduction of other short term liabilities. The balance for previous year have been changed in order to make the numbers comparable.



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Fax: +47 51 70 66 01  
www.ey.no  
Medlemmer av Den norske revisorforening

## INDEPENDENT AUDITOR'S REPORT

To the management of National Oilwell Varco Fluidcontrol Norway NUF

### Report on the audit of the financial statements

#### Opinion

We have audited the financial statements of National Oilwell Varco Fluidcontrol Norway NUF, which comprise the balance sheet as at 31 December 2017, the income statement for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements have been prepared in accordance with laws and regulations and present fairly, in all material respects, the financial position of the Company as at 31 December 2017 and its financial performance 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 in accordance with the ethical requirements that are relevant to our audit of the financial statements in Norway, and we have fulfilled our ethical responsibilities as required by law and regulations. We have also complied with our other ethical obligations 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.

#### Responsibilities of management for the financial statements

Management is responsible for the preparation and 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 and using the going concern basis of accounting, unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

#### Auditor's responsibilities for the audit of the financial statements

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

As part of an audit in accordance with law, regulations and generally accepted auditing principles 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, 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.

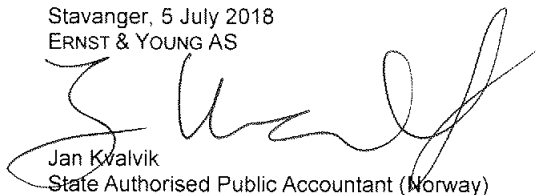
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

## Report on other legal and regulatory requirements

### Opinion on 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 ensure that the Company's accounting information is properly recorded and documented as required by law and bookkeeping standards and practices accepted in Norway.

Stavanger, 5 July 2018  
ERNST & YOUNG AS



Jan Kvalvik  
State Authorised Public Accountant (Norway)