



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer: 977 218 683
Organisasjonsform: Aksjeselskap
Foretaksnavn: TENARIS GLOBAL SERVICES NORWAY AS
Forretningsadresse: Kontorveien 15
4033 STAVANGER

Regnskapsår

Årsregnskapets periode: 01.01.2020 - 31.12.2020

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: Ruggero Signorelli Filippini
Dato for fastsettelse av årsregnskapet: 25.06.2021

Grunnlag for avgivelse

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

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

Brønnøysundregistrene, 17.07.2022



Resultatregnskap

Beløp i: USD	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Net sales	2,8	96 464 847	109 877 054
Sum inntekter		96 464 847	109 877 054
Kostnader			
Cost of Sales	3,4,5,8	87 581 465	97 134 468
Payroll	3,4,5	3 764 787	4 055 562
Depreciation	3,4,5	1 256 347	1 012 040
Other operating Expenses	3,4,5	1 424 022	4 440 407
Sum kostnader		94 026 621	106 642 477
Driftsresultat		2 438 226	3 234 577
Finansinntekter og finanskostnader			
Financiel income		498 726	194 215
Sum finansinntekter		498 726	194 215
Financial expence		4 981	147 521
Sum finanskostnader		4 981	147 521
Netto finans		493 745	46 694
Ordinært resultat før skattekostnad		2 931 971	3 281 271
Income tax expence	12	1 044 970	1 129 361
Ordinært resultat etter skattekostnad		1 887 001	2 151 910
Årsresultat		1 887 001	2 151 910
Overføringer og disponeringer			
Transferred to/(from) retined earnings	10	1 887 001	2 151 910
Sum overføringer og disponeringer		1 887 001	2 151 910



Balanse

Beløp i: USD	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Utsatt skattefordel	12	250 758	62 598
Sum immaterielle eiendeler		250 758	62 598
Varige driftsmidler			
Tangible fixed assets	5	2 373 472	3 820 809
Sum varige driftsmidler		2 373 472	3 820 809
Finansielle anleggsmidler			
Other long term receivables	7	396 980	368 840
Sum finansielle anleggsmidler		396 980	368 840
Sum anleggsmidler		3 021 210	4 252 247
Omløpsmidler			
Varer			
Inventory	6	33 250 896	31 017 183
Sum varer		33 250 896	31 017 183
Fordringer			
Trade receivables	8	15 148 328	20 693 414
Other Receivables	8	578 733	1 044 133
Sum fordringer		15 727 061	21 737 547
Bankinnskudd, kontanter og lignende			
Cash and cash equivalents	11	11 006 610	25 179 812
Sum bankinnskudd, kontanter og lignende		11 006 610	25 179 812
Sum omløpsmidler		59 984 567	77 934 542
SUM EIENDELER		63 005 777	82 186 789

BALANSE - EGENKAPITAL OG GJELD



Balanse

Beløp i: USD	Note	2020	2019
Egenkapital			
Innskutt egenkapital			
Paid-in share capital	9,10	17 310	17 310
Sum innskutt egenkapital		17 310	17 310
Opptjent egenkapital			
Retained earnings	10	25 966 959	24 079 958
Sum opptjent egenkapital		25 966 959	24 079 958
Sum egenkapital		25 984 269	24 097 268
Sum langsiktig gjeld		0	0
Kortsiktig gjeld			
Leverandørgjeld	8	34 626 428	56 409 852
Tax Payable	12	1 233 295	1 213 368
Public duties payable		87 349	2 365
Other current liabilities	8	1 074 436	463 936
Sum kortsiktig gjeld		37 021 508	58 089 521
Sum gjeld		37 021 508	58 089 521
SUM EGENKAPITAL OG GJELD		63 005 777	82 186 789



Skattedirektoratet

Saksbehandler Torstein Kinden Helleland	Deres dato 27.10.2015	Vår dato 06.11.2015
Telefon 22078139	Deres referanse Bente Handeland	Vår referanse 2015/1049933

TENARIS GLOBAL SERVICES NORWAY AS
Kanalsletta 3
4033 STAVANGER

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Tenaris Global Services Norway AS, org. nr. 977 218 683

Vi viser til deres brev av 27. oktober 2015 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Tenaris Global Services Norway AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Tenaris Global Services Norway AS dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen forutsetter at opplysningene som vedtaket baserer seg på ikke endres vesentlig.

Kopi av dette brevet må sendes Regnskapsregisteret i Brønnøysund sammen med årsregnskapet. Det påligger den regnskapspliktige å dokumentere ved dette brev at tillatelsen er gitt.

Bakgrunn

Tenaris Global Services Norway AS er 100 % eid av Tenaris Uruguay, som igjen er 100 % eid av Tenaris SA, med hovedkontor i Argentina. Selskapet inngår i et internasjonalt konsern som produserer og selger borerør til offshorenæringen. Selskapene driver virksomhet i en internasjonal bransje. Arbeidsspråket er engelsk. Alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk. En norsk oversettelse vil kun ha til formål å oppfylle regnskapslovens språkkrav.

Skattedirektoratets vurdering

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

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

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foretaket drives, f.eks. de ansatte og lokalsamfunnet. Informasjonen til kapitalmarkedet skal gi grunnlag for riktig prising av finansielle objekter. Riktig prisdannelse på aksjer er en forutsetning for at ressursbruken i samfunnsøkonomien skal bli best mulig. Gode regnskaper vil også gjøre det vanskeligere for markedsdeltakere å ta ut spekulasjonsgevinster med basis i skjevt fordelt informasjon.”

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

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

Det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt særlig vekt på at selskapet er eiet av et utenlandsk selskap. Selskapet driver virksomhet i en internasjonal bransje. Arbeidsspråket er engelsk. Videre er det vektlagt at alle sentrale aktører og samarbeidspartnere innen denne bransjen behersker og benytter engelsk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer



BDO AS
Luramyrveien 40
Postboks 1107
4391 Sandnes

Independent Auditor's Report

To the General Meeting in Tenaris Global Services Norway AS

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Tenaris Global Services Norway AS.

The financial statements comprise:

- The balance sheet as at 31 December 2020
- The income statement for 2020
- Statement of cash flows for the year that ended 31 December 2020
- Notes to the financial statements, including a summary of significant accounting policies

In our opinion:

The accompanying financial statements are prepared in accordance with the law and regulations and give a true and fair view of the financial position of the Company as at 31 December 2020, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

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

Other information

Management is responsible for the other information. The other information comprises the Board of Directors' report.

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.



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 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. 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 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>

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, the going concern assumption, and the proposal for the allocation of the profit 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.

BDO AS

Stig Fjelldahl
State Authorised Public Accountant
(This document is signed electronically)



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Stig André Fjell Dahl

Partner

På vegne av: BDO AS

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ANNUAL REPORT 2020

Tenaris Global Services Norway AS

THE COMPANY'S ACTIVITIES AND LOCATION

Tenaris Global Services Norway AS (the Company) sells Tubular Products (mostly Oil Country Tubular Goods and Linepipes) and related services to the Oil and Gas Industry. Our customer base comprises oil companies and other contractors in the Oil & Gas Industry. The company employs 15 persons in Norway, and 2 in Denmark.

The majority of the service portion of our activities is related to a ConocoPhillips contract at Tananger. The Company's sales office is located at Forus near Stavanger.

The Inspection & Warehouse facility in Tananger was opened in April 2015.

The Workshop in Esbjerg, Denmark was opened in October 2012, and the Service Center was added in June 2015. The activity of the workshop was discontinued during April 2020.

CONTINUED OPERATION

In accordance with the Accounting Act's § 4-5, it is hereby confirmed that the premises for continued operation form the basis for the compilation and presentation of the Annual Accounts. The basis of the assumption is the forecast for the year 2021 and the Company's long-term strategic forecast for the coming years.

THE WORKING ENVIRONMENT AND PERSONNEL

Absence through illness in the company was for Norway 1,68 % .No instances of serious industrial incidents or accidents during the course of the year that have resulted in personal injury or major material damage have occurred or been reported. The working environment is deemed to be good.



GENDER EQUALITY

Of the Company's 17 employees, there are 6 females and 11 males. All employees shall, regardless of gender, be offered the same opportunities for work and professional development.

The Company has made a conscious effort to employ women in positions that in the case of our competitors are held by men. No special measures have been planned or implemented to promote gender equality.

RESEARCH AND DEVELOPMENT

The company has no activities related to research and development.

FINANCIAL RISK

The company's functional currency is USD. The company's financial risks are not significant and mainly relate to foreign exchange fluctuations between USD and NOK.

ENVIRONMENTAL REPORTING

The Company does not work with materials that can cause damage or pollution to the environment and our suppliers meet and satisfy the requirements laid down by the authorities. Our activities are not regulated by licenses, permits or public orders.

FUTURE DEVELOPMENTS

Given the uncertainty around the extent and timing of COVID-19 pandemic and the timing of vaccination campaigns over the world, it is not possible at this time to predict the magnitude of COVID-19's effects on any of the world's economy, the energy industry generally, or Tenaris group in particular, nor is it feasible to reasonably estimate the impact of the pandemic on Tenaris' operations, results, cash flows or financial condition.

Anyway, the Directors have considered the financial position of the Company, its future prospects and the level and availability of continuing financial support required from the ultimate parent company Tenaris S.A. and its group. After making enquiries, the Directors have a reasonable expectation that, even if it is not possible to reliably estimate the length or severity of the outbreak, the Company has adequate resources to continue in operational existence for the near future. Accordingly, they continue to adopt the going concern basis in preparing the financial statements.



The Company anticipates a decrease in sales in 2021 compared to 2020 due to uncertain market conditions caused by COVID-19 situation and change of customers' portfolio, combined with the closing of activities of the Danish branch. Company's activities remain subject to strong competition with most competitors maintaining their long-term agreements.

THE COMPANY'S POSITION AND THE RESULT OF ITS ACTIVITIES

During the year 2020 the Company has maintained its position in the Norwegian market keeping its long term agreements, attracting new customers in addition to introducing new technology.

Turnover decreased from USD 109,8 million in 2019 to USD 96,5 million in 2020.

The short-term liabilities at 31.12.2020 were USD 37,0 million compared to USD 58,1 million at 31.12.2019.

Change in liquidity from operating activities represents USD -14,2 million while the operating result is USD 2,4 million. The difference between the two figures is mainly due to variations in working capital accounts.

THE BOARD OF DIRECTORS' PROPOSAL FOR ALLOCATION OF PROFITS FOR THE YEAR

The Company had an income of USD 1,887,001 for the period. This will be carried forward to retained earnings.

Stavanger, June 22nd 2021

Gerardo Brandts

Boardmember

Ruggero S. Filippio

Chairman

Andrea Pirovano

Boardmember

Christer Andersen

Boardmember



Tenaris Global Services Norway AS

Income statement

(All amounts in USD)

NOTE	OPERATING INCOME & EXPENSE	2020	2019
2, 8	Net sales	96 464 847	109 877 054
3, 4, 5, 8	Cost of sales	-87 581 466	-97 134 469
	Gross profit	8 883 381	12 742 586
3, 4, 5	Selling expenses	-5 185 238	-7 631 088
3, 4	Administrative & general expenses	-1 267 537	-1 913 655
	Other operating income	125 458	51 754
	Other operating expense	-117 839	-15 019
	Net operating income	2 438 226	3 234 577
	FINANCIAL INCOME & EXPENSE		
	Finance income	130 397	194 214
	Finance expense	-4 981	-6 285
	Other financial results	368 329	-141 236
	Net financing income / (expense)	493 745	46 694
	Income before tax	2 931 971	3 281 271
12	Income tax expense	1 044 970	1 129 361
	Net income / (loss) after tax	1 887 001	2 151 910
	Allocations and capital transfers:		
10	Transferred to / (from) retained earnings	1 887 001	2 151 910
	Total allocations and capital transfers	1 887 001	2 151 910



Tenaris Global Services Norway AS

Balance sheet

(All amounts in USD)

NOTE	ASSETS	2020	2019
	Non-current assets		
	Intangible assets		
12	Deferred tax asset	250 758	62 598
	Total intangible assets	250 758	62 598
	Tangible assets		
5	Tangible fixed assets	2 373 472	3 820 809
	Total tangible assets	2 373 472	3 820 809
	Financial assets		
7	Other long term receivables	396 980	368 840
	Total financial assets	396 980	368 840
	Total Non-current assets	3 021 210	4 252 247
	Current assets		
6	Inventories	33 250 896	31 017 183
	Receivables		
8	Trade receivables	15 148 328	20 693 414
8	Other receivables	578 733	1 044 133
	Total receivables	15 727 061	21 737 547
11	Cash and cash equivalents	11 006 610	25 179 813
	Total Current assets	59 984 567	77 934 543
	TOTAL ASSETS	63 005 777	82 186 791



Tenaris Global Services Norway AS

Balance sheet

(All amounts in USD)

NOTE	EQUITY AND LIABILITIES	2020	2019
	Share capital		
9, 10	Paid-in share capital	17 310	17 310
	Total share capital	17 310	17 310
	Other equity		
10	Retained earnings	25 968 969	24 079 958
	Total other equity	25 968 969	24 079 958
	Total Equity	25 984 269	24 097 268
	Liabilities		
	Current liabilities		
8	Trade payables	34 826 428	56 409 651
12	Tax payable	1 233 295	1 213 368
	Public duties payable	87 349	2 385
8	Other current liabilities	1 074 436	463 938
	Total current liabilities	37 021 508	58 089 528
	TOTAL EQUITY & LIABILITIES	63 005 777	82 186 791

Stavanger, June 22th 2021


Ruggero Signorelli Filippini
Chairman of the Board
Christer Andersen
Board Member
Andrea Pirovano
Board Member
Gerardo Brandts
Board Member



Tenaris Global Services Norway AS

Cash flow statement

	2020	2019
(All amounts in USD)		
CASH FLOW FROM OPERATING ACTIVITIES		
	USD	USD
Pre-tax result	2 931 971	3 281 271
+ Depreciation	1 256 347	1 012 040
- Tax paid	-1 213 368	-703 447
= Added from this year's operations	2 974 950	3 589 864
+/- Change in inventory	-2 233 713	-5 626 148
+/- Change in other working capital accounts	<u>-14 980 869</u>	<u>22 862 531</u>
+/- Change in other accruals	<u>0</u>	<u>0</u>
A Cashflow from operating activities	<u>-14 239 632</u>	<u>20 826 247</u>
CASH FLOW FROM INVESTING ACTIVITIES		
- Investments in Fixed Assets	-37 772	-160 600
- Disposals of Fixed Assets	<u>104 202</u>	<u></u>
B Cashflow from investing activities	<u>66 430</u>	<u>-160 600</u>
CASH FLOW FROM FINANCING ACTIVITIES		
+/- Share capital paid back to shareholders / dividend	<u>0</u>	<u>0</u>
C Cashflow from financing activities	<u>0</u>	<u>0</u>
A+B+C Net changes	-14 173 203	20 665 647
+ cash equivalents at beginning of year	<u>25 179 813</u>	<u>4 514 166</u>
= cash equivalents at the end of the year	<u>11 006 610</u>	<u>25 179 813</u>



Tenaris Global Services Norway AS

Notes to the financial statements 2020

Note 1 Accounting principles

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

Classification and valuation of balance sheet items

Assets intended for long term ownership or use have been classified as fixed assets. Assets expected to be realised in, or is intended for sale or consumption in, the entity's normal operating cycle have been classified as current assets. Receivables are classified as current assets if they are expected to be realised within twelve months from the transaction date. Similar criteria apply to liabilities.

Current assets are valued at the lower of cost and fair value. Short term liabilities are reflected at nominal value.

Fixed assets are carried at historical cost. Fixed assets whose value will deteriorate are depreciated on a straight line basis over the asset's estimated useful life. Fixed assets are written down to net realisable value if a value reduction occurs which is not expected to be temporary. Except for accruals, long term liabilities are reflected in the balance sheet at nominal value on the establishment date. Accruals are discounted to present value if the time value of money is material.

Accounting currency and presentation currency

Accounting currency and presentation currency is USD. The company has changed to USD as the functional currency with effect from January 1, 2010. The rationale for changing the functional currency is that the main part of the sales and associated cost of goods is in USD. The criteria for changing the functional currency is in accordance with Norwegian Generally Accepted Accounting Principles (NRS).

Transactions in other currencies are translated at the exchange rate on the transaction date. Monetary items denominated in other currencies are translated at the exchange rate on the balance sheet date. Originally paid-in capital of NOK are translated at exchange rates as of December 31, 2009, which is the first date of presenting the accounts in USD.

Inventory

Inventories are valued at the lower of cost and market value. Cost is determined at original purchase cost. Write-downs are carried out for all obsolete goods.

Revenue recognition

Revenue from sales of goods is recognised when it is earned, that is when both the risk and control is transferred to the customer. This would normally be at the time of delivery. Revenue is recognised as the value of the compensation on the transaction date.

Trade and other receivables

Trade and other receivables are recognised in the balance sheet at nominal value after deduction of provision for bad debts. The provision for bad debts is estimated on the basis of an individual assessment of each major receivable. In addition, for the remainder of the receivables, a general provision is made based on estimated expected losses.

Cash and bank deposits

Cash and bank deposits include cash, bank deposits and other means of payments with maturity within three months from the transaction date.

Pensions

Pension plans are periodised using the matching principle.

Costs

Costs are in principle entered in the same period as the accompanying revenue. In most cases when the connection is unclear, the allocation is determined based on estimates. Other exceptions from the matching principle are declared where applicable.

Tax

The tax expense is calculated based on the accounting result before tax. Tax related to equity transactions is entered directly to an equity account. The tax expense in the income statement consists both of taxes payable for the accounting period, and the period's changes in deferred tax. Deferred tax assets and deferred tax liabilities are presented net in the balance sheet.



Note 2 Net sales

	2020	2019
Per area of operations	USD	USD
Revenue from sales of goods	88 432 488	98 928 135
Revenue from sales of services	8 032 359	10 948 919
Total	96 464 847	109 877 054

Note 3 Specification of operating expenses

	2020	2019
Cost of sales	86 432 679	98 449 516
Labor cost	3 764 787	4 055 562
Depreciation and amortization	1 248 822	1 012 040
Other operating expenses	2 587 952	3 162 094
Total	94 034 241	106 679 212

Note 4 Labor costs (included in Cost of sales and in Selling, general and administrative expenses)

Category	2020	2019
	USD	USD
Salaries	3 147 601	3 266 344
Payroll tax	345 281	379 648
Pension expenses	164 116	214 640
Other benefits	107 789	194 930
Total	3 764 787	4 055 562

Average full-time employees 22

The company has a pension scheme (OTP) that meets the requirements of Norwegian and Danish legislation.

Management remuneration	General managers	Board
Salaries and other remunerations	0	0

The company does not have a general manager. There has been no other remuneration payments during the year.

Auditor

Expenses recognized in the income statement relating to auditor remuneration is as follows:

	2020	2019
	USD	USD
Audit	13 958	14 778
Technical support rel. to the prep. of financial statements and fees for auditor	1 610	1 899
Tax and other advisory services	5 284	9 431
Total	20 852	26 108

Note 5 Fixed assets

	Machinery & equipment etc.	Total
	USD	USD
Acquisition cost at 1.1	10 185 464	10 185 464
Disposals	-980 104	-980 104
Transfers		0
Additions	37 772	37 772
Disposals	0	0
Transfers	0	0
Acquisition cost at 31.12	9 243 132	9 243 132
Accumulated depreciation 1.1	6 364 655	6 364 655
Disposals	-751 342	-751 342
Adjustments	0	0
Depreciation	1 256 347	1 256 347
Accumulated depreciation 31.12	6 869 660	6 869 660
Net book value 31.12	2 373 472	2 373 472

Economic lifetime 3 - 15 years
Depreciation plan Straightline



Note 6 Inventory

	2020	2019
	USD	USD
Goods for resale	27 469 051	21 281 512
Goods in transit	5 781 846	9 735 671
Total	33 250 897	31 017 183

The inventory count of the USD 5 million of the inventory that is located in Esbjerg, Denmark, couldn't be carried out as of December 31, 2017. The value of the inventory registered in the balance sheet is however secured through a guarantee provided by the Group.

Note 7 Long term receivables

	2020	2019
Long term receivables with maturity more than one year	396 980	368 840

Note 8 Intercompany balances with group companies

	Receivables	
	2020	2019
	USD	USD
Trade receivables and other receivables	155 924	914 212
Cash reserve in group cash pool accounts	10 371 827	24 430 381
	Payables	
	2020	2019
	USD	USD
Trade payables	33 499 503	52 954 011
Other liabilities	14 461	14 461

Major transactions with related companies

	2020	2019
Cost of sales	81 877 697	92 011 160
Sales	1 961 201	5 503 934

The company purchases mainly tubular products from group companies. All group company suppliers are fully owned subsidiaries of Tenaris S.A.

Note 9 Share capital and shareholder information

The share capital comprise of the following classes:

	Number of shares	Face value	Book value
Ordinary shares	1 000	17,31	17 310
Total	1 000		17 310

The share face value is NOK 100 and has been converted to USD with exchange rate per December 31, 2009. All shares have full voting rights.

List of shareholders at 31.12	Ord. Shares	Total	Ownership	Voting Rights
Tenaris Global Services SA	1 000	1 000	100,0 %	100,0 %

The parent company, Tenaris Global Services SA, is headbased in Uruguay. Tenaris Global Services SA is consolidated with Tenaris SA based in Luxembourg.

Note 10 Equity

	Share-capital	Other equity	TOTAL
Equity at 01.01	17 310	24 079 958	24 097 268
<i>This years changes in equity:</i>			
Profit/loss (-) for the period	0	1 887 001	1 887 001
Equity at 31.12	17 310	25 966 959	25 984 269



Note 11 Restricted bank deposits, overdraft facilities etc.

Restricted bank deposits

The Company takes part in the cash pool accounts for the Tenaris group. Cash reserve in cash pool accounts is presented within "cash and cash equivalents" in the balance sheet. Tenaris has no restricted bank deposits, and has all its tax withholding funds on a client account handled by TMF Norway on its behalf.

Note 12 Income taxes

Components of the income tax expense:	2020	2019
	USD	USD
Tax payable	1 233 296	1 184 898
Change in deferred tax	-188 326	-55 537
Adjustment prior year tax and other		
Total tax expense	1 044 970	1 129 361
Basis for income tax expense, changes in deferred tax and tax payable		
Profit/loss before income tax	2 931 971	3 281 271
Basis for tax payable for the period	2 931 971	3 281 271
Expected income tax (nominal tax rate 22%)	645 034	721 879
Actual tax expense	1 044 970	1 129 361
Difference	399 936	407 482
Tax receivable in balance sheet (included in Other Receivables)		
Prior year taxes - refund tax credit	330 195	256 527
Current year prepaid taxes	0	0
Tax receivable	330 195	256 527
Tax payable in balance sheet		
Prior year taxes - payable	-	-28 469
Current year calculated tax payable	-1 233 295	-1 184 899
Tax payable	-1 233 295	-1 213 368
Tax effect of the following elements:		
Adjustment prior year tax and other	0	0
Change in tax rate		0
Permanent differences	2 305	18 863
Taxable currency translation agio	333 782	386 571
Agio on deferred tax	63 850	2 048
Tax expense	399 937	407 482
Effective tax rate	35,6 %	34,4 %

Specification of the tax effect of temporary differences:

Temporary Differences:	2020		2019		Change
	Assets	Liabilities	Assets	Liabilities	
	USD	USD	USD	USD	
Property, plant and equipment	-1 139 808	0	-284 536	0	855 272
Accounting accruals and provisions	0	0	0	0	0
Tax loss carried forward	0	0	0	0	0
Total temporary differences	-1 139 808	0	-284 536	0	855 272
Calculated deferred tax/-asset	-250 758	0	-62 598	0	188 160
Deferred tax assets/(liabilities)	250 758	0	62 598	0	

Deferred tax assets for tax loss carried forward balances are recognised in the balance sheet only if the company expects to utilize such balances with future taxable profits.

Note 13 Litigation and contingent liabilities

The company is not involved in any litigations and there are no contingent liabilities related to litigations.