



ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2020 - GENERELL INFORMASJON

Enheten

Organisasjonsnummer:	914 948 681
Organisasjonsform:	Aksjeselskap
Foretaksnavn:	AVIATION FUELLING SERVICES NORWAY AS
Forretningsadresse:	Kristian Augusts gate 13 0164 OSLO

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:	Frode Engseth
Dato for fastsettelse av årsregnskapet:	22.06.2021

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, 06.07.2022



Resultatregnskap

Beløp i: USD	Note	2020	2019
RESULTATREGNSKAP			
Inntekter			
Revenue		109 717 127	280 514 705
Other operating income	4,8	176 696	745 744
Sum inntekter		109 893 823	281 260 449
Kostnader			
Cost of goods sold	8	96 473 385	257 614 397
Payroll expenses	6	1 283 961	1 256 510
Depreciation, amortization and impairment	9	239 503	224 163
Other operating expenses	6,7	8 826 481	10 934 508
Sum kostnader		106 823 330	270 029 578
Driftsresultat		3 070 493	11 230 871
Finansinntekter og finanskostnader			
Annen renteinntekt		109 783	405 929
Other finance income		326 206	739 568
Sum finansinntekter	3,10	435 989	1 145 497
Annen rentekostnad		4 279	11 860
Other finance cost	3	600 860	898 928
Sum finanskostnader		605 139	910 788
Netto finans		-169 150	234 709
Ordinært resultat før skattekostnad		2 901 343	11 465 580
Taxes	17	639 372	2 557 571
Ordinært resultat etter skattekostnad		2 261 971	8 908 009
Årsresultat		2 261 971	8 908 009
Overføringer og disponeringer			
Ordinært utbytte	18	1 968 971	8 908 009
Transferred to Reserve for valuation differences	18	0	130 000
Distributed from Retained Equity	18	293 000	-130 000



Resultatregnskap

Beløp i: USD	Note	2020	2019
Sum overføringer og disponeringer		2 261 971	8 908 009



Balanse

Beløp i: USD	Note	2020	2019
BALANSE - EIENDELER			
Anleggsmidler			
Immaterielle eiendeler			
Varige driftsmidler			
Buildings and facilities		978 000	985 316
Land and housing		0	1 390
Assets under construction		5 000	0
Operating movable property, furniture, tools, other		2 174 000	2 076 433
Sum varige driftsmidler	9	3 157 000	3 063 139
Finansielle anleggsmidler			
Investeringer i tilknyttet selskap	10	341 000	634 074
Other long term receivables	11	869 000	958 585
Sum finansielle anleggsmidler		1 210 000	1 592 659
Sum anleggsmidler		4 367 000	4 655 798
Omløpsmidler			
Varer			
Inventory	5	1 288 000	2 524 669
Sum varer		1 288 000	2 524 669
Fordringer			
Accounts Receivable		4 760 000	22 320 421
Other short term receivables	12,15	884 000	5 881 176
Sum fordringer		5 644 000	28 201 597
Bankinnskudd, kontanter og lignende			
Cash and deposits	14	6 774 000	5 911 754
Sum bankinnskudd, kontanter og lignende		6 774 000	5 911 754
Sum omløpsmidler		13 706 000	36 638 020
SUM EIENDELER		18 073 000	41 293 818



Balanse

Beløp i: USD	Note	2020	2019
BALANSE - EGENKAPITAL OG GJELD			
Egenkapital			
Innskutt egenkapital			
Share capital	18,19	285 000	285 499
Sum innskutt egenkapital		285 000	285 499
Opptjent egenkapital			
Retained equity	18	6 447 000	6 446 653
Sum opptjent egenkapital		6 447 000	6 446 653
Sum egenkapital		6 732 000	6 732 152
Gjeld			
Langsiktig gjeld			
Utsatt skatt	17	70 000	144 801
Sum avsetninger for forpliktelser		70 000	144 801
Annen langsiktig gjeld			
Sum langsiktig gjeld		70 000	144 801
Kortsiktig gjeld			
Leverandørgjeld	15	4 907 000	13 692 208
Tax payable	17	714 000	2 528 284
Excise and other public duties		198 000	2 879 064
Utbytte		1 969 000	8 908 009
Other current debt	16	3 483 000	6 409 300
Sum kortsiktig gjeld		11 271 000	34 416 865
Sum gjeld		11 341 000	34 561 666
SUM EGENKAPITAL OG GJELD		18 073 000	41 293 818



Skattedirektoratet

Saksbehandler Torstein Kinden Helleland	Deres dato 21.04.2016	Vår dato 25.04.2016
Telefon 22078139	Deres referanse Flemming Sindberg	Vår referanse 2016/383722

AVIATION FUELLING SERVICES NORWAY AS
Postboks 1154 Sentrum
0107 OSLO

Tillatelse til å utarbeide årsregnskap og årsberetning på engelsk språk for Aviation Fuelling Sevices Norway AS, org. nr. 914 948 681

Vi viser til deres brev av 21. april 2016 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for Aviation Fuelling Sevices Norway AS.

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering Aviation Fuelling Sevices 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

Aviation Fuelling Sevices Norway AS er eiet av to utenlandske selskaper, Shell Exploration and Production Holdings B.V. med 50 % og St1 Group Oy med 50 %. Styrets medlemmer er utpekt av eierne og er nederlandske, finske og svenske. Selskapet driver virksomhet med levering, distribusjon, salg og markedsføring av drivstoff innenfor internasjonal luftfart. Alle sentrale aktører og samarbeidspartnere behersker engelsk. Konsernet benytter engelsk som arbeidsspråk. 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

Postadresse
Postboks 9200 Grønland
0134 Oslo

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

Sentralbord
800 80 000
Telefaks
22 17 08 60



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 to utenlandske selskaper. Eierkretsen er begrenset. Styremedlemmene er utenlandske. Videre er det vektlagt at selskapet driver virksomhet i en internasjonal bransje der alle aktører behersker og benytter engelsk språk.

Vennligst oppgi vår referanse ved henvendelser i saken.

Med hilsen

Rune Tystad
seniorrådgiver
Rettsavdelingen, foretaksskatt
Skattedirektoratet

Torstein Kinden Helleland

Dokumentet er elektronisk godkjent og har derfor ikke håndskrevne signaturer



To the General Meeting of Aviation Fuelling Services Norway AS

Independent Auditor's Report

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Aviation Fuelling Services Norway AS, which comprise the balance sheet as at 31 December 2020, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

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

Basis for Opinion

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

Other information

Management is responsible for the other information. The other information comprises information in the annual report, except the financial statements and our auditor's report thereon.

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

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

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

PricewaterhouseCoopers AS, Dronning Eufemias gate 71, Postboks 748 Sentrum, NO-0106 Oslo
T: 02316, org. no.: 987 009 713 VAT, www.pwc.no
State authorised public accountants, members of The Norwegian Institute of Public Accountants, and authorised accounting firm



Independent Auditor's Report - Aviation Fuelling Services Norway AS



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

The Board of Directors and the Managing Director (management) are responsible for the preparation in accordance with law and regulations, including a true and fair view of the financial statements in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

Report on Other Legal and Regulatory Requirements

Opinion on the Board of Directors' report

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

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.

(2)



Independent Auditor's Report - Aviation Fuelling Services Norway AS



Oslo, 22 June 2021
PricewaterhouseCoopers AS

Hallvard Helgetun
State Authorised Public Accountant

(This document is signed electronically)



 Securely signed with Brevio

Auditor's report

Signers:

Name	Method	Date
Helgetun, Hallvard	BANKID_MOBILE	2021-06-28 15:08

This document package contains:

- Closing page (this page)
- The original document(s)
- The electronic signatures. These are not visible in the document, but are electronically integrated.



This file is sealed with a digital signature.
The seal is a guarantee for the authenticity
of the document.



2020

Annual report

Aviation Fuelling Services Norway AS



Content

Board of Directors report 2020.....	2
2020 Financial Report.....	4
Notes.....	9



Board of Directors report 2020

1 Introduction

Aviation Fuelling Services Norway AS distributes, markets and sales petroleum products in the aviation market in Norway. The company is a marketing joint venture owned 50/50 by Shell and ST1.

2 Activities

Aviation Fuelling Services Norway AS is active on the eleven largest airports in Norway and have head-office location in Oslo.

3 Going concern

The accounts for 2020 are based on the assumption of a going concern. It is of the Board of Directors opinion that the accounts provide a fair picture of the results for the year 2020 and the Company's position at the end of 2020.

4 Results and key financial figures

In 2020 Aviation Fuelling Services Norway AS generated a profit before tax of 2,9 MUSD and profit after tax of 2,3 MUSD. Aviation Fuelling Services Norway AS propose to distribute 2,0 MUSD as dividend and 0,3 MUSD as retained equity.

Aviation Fuelling Services Norway AS reported in 2020 a net operating income of 110 MUSD. This was significantly lower than prior years mainly due to Covid-19 and the collapse in oil prices.

Aviation Fuelling Services Norway AS reported an operating profit of 3,1 MUSD in 2020.

Aviation Fuelling Services Norway AS have fixed assets of 4,4 MUSD which are mainly buildings, installations equipment at airports, investments in associated companies and other long-term receivables.

Current assets of 13,7 MUSD consists of Stocks, short-term receivables, other short-term receivables and cash.

Net change in cash and cash equivalents was 0.9 MUSD.

Net cash flow from operations was 10,1 M USD in 2020, with a profit before taxes of 2.9 MUSD. The difference is mainly explained by relative changes in debtors and creditors positions.

Aviation Fuelling Services Norway AS have an equity of 6.7 MUSD and an equity ratio of 37.5 %. The equity and liquidity have been reviewed and found strong and appropriate.

5 Work environment, employees and organization

Aviation Fuelling Services Norway AS started the year 2020 with eight full time employees and is ending the year with same number.

The company sets the stage for all staff to experience a good balance between work, home and leisure. The Board considers that the working environment is good and special measures in this regard have not been deemed necessary.

The absence due to illness for Aviation Fuelling Services Norway AS was in 2020 at 0,6 %.

At year end 2020 Aviation Fuelling Services Norway AS had eight employee's five men and three women. The board consists of three men and one woman.

6 HSSE

Aviation Fuelling Services Norway AS does not directly pollute the air, water or earth. In the operation of the company there are HSSE risks. Aviation Fuelling Services Norway AS have set a clear goal of zero for injuries to people, environment and equipment.

Within AFSN own operational control there have been no injuries to neither people nor equipment in 2020. Aviation Fuelling Services Norway AS work continuously to ensure that our goal zero HSSE targets and that all governmental obligations are met.

Aviation Fuelling Services Norway AS is active in engaging employees and contractors in various areas of HSSE.

Aviation Fuelling Services Norway AS works to prevent any negative impact to the environment. In 2020 there were reported no incidents with negative impact to the environment.

7 Risks

Aviation Fuelling Services Norway AS is exposed to various financial, operational and market related risks.



These risks are effectively managed by company policies and processes.

Aviation Fuelling Services Norway AS buy and sell petroleum products for the aviation sector mainly priced based on international prices in United States Dollars. The fluctuations of prices constitute the largest financial risks for Aviation Fuelling Services Norway AS.

Aviation Fuelling Services Norway AS also see a minor currency exposure relating to revenue and cost in NOK.

Financing and liquidity risks are considered low based on long-term debt and effective credit management.

8 Sustainable Aviation Fuel (SAF)

Aviation Fuelling Services Norway AS has in 2020 been delivering SAF into the Norway Aviation market following the introduction of the State mandate at 0,5% with effect from 1 JAN 2020. The company has imported the SAF blended into conventional product, by use of normal supply chains and infrastructures and delivery has been done to civil airline customers at airport level.

9 Future outlook

Aviation Fuelling Services Norway AS operate in the Norwegian Aviation market with sale to local and international customers at eleven airports. The market has during the past 2 decades experienced a significant growth and Aviation (shown by key indicators such as passengers, flights, fuel consumption) has as an industry followed the economic development in Norway since the millennium change.

In the short-term view (2021) the Aviation market in Norway will be impacted significantly by the COVID-19 crisis and the economic consequences following of this. Please see further in note 20.

In medium-long future, it is however still expected that especially the bigger cities and their airports will be the places to grow in Norway. Looking at Avinor's and key customers plans, investments and strategies for the coming years, demographic development, capacity will be increased and enable room for future growth, but this mainly as mentioned at airports in the bigger cities.

Going forward long term, it is generally expected that the economic climate in Norway still will support a continued high and growing level of business and leisure travels by air. Aviation Fuelling Services Norway AS is well positioned for taking part of this development.

Aviation Fuelling Services Norway AS is in addition well aware and prepared on the market uncertainties and risks. The company has a variety of policies, systems, agreements and procedures in place on all areas where the company is exposed or involved. Examples on these are within sales, supply, operation, credit, stock management, product and currency exposures. With these included and despite the COVID-19 crisis, Aviation Fuelling Services Norway AS expects a stable but naturally smaller operation in 2021.

Oslo 22 June 2021

Emma E.J. Shaw
Chairman of the board

Flemming Sindberg
CEO

Carl C.B.L. Janssen
Board member

Grischa Sauerberg
Board member

Veijo Henrikki Talivie
Board member



2020 Financial Report



Income statement

Income statement for the year ended December 31, 2020

(In thousand USD)

	Note	2020	2019
OPERATING INCOME			
Revenue	4,8	109 717	280 515
Other operational income		177	746
TOTAL OPERATING INCOME		109 894	281 260
OPERATING EXPENSES			
Cost of goods sold	8	-96 473	-257 614
Payroll expenses	6	-1 284	-1 257
Depreciation, amortization and impairment	9	-240	-224
Other operating expenses	6,7	-8 826	-10 935
TOTAL OPERATING EXPENSES		-106 823	-270 030
OPERATING PROFIT		3 070	11 231
FINANCIAL INCOME			
Other interest income		110	406
Other finance income	3,10	326	740
TOTAL FINANCIAL INCOME		436	1 145
FINANCIAL EXPENSES			
Other interest cost		-4	-12
Other finance cost	3	-601	-899
TOTAL FINANCIAL EXPENSES		-605	-911
NET FINANCIAL ITEMS		-169	235
ORDINARY RESULT BEFORE TAXES		2 901	11 466
TAXES	17	-639	-2 558
NET INCOME AFTER TAXES		2 262	8 908
NET PROFIT FOR THE YEAR			
Proposed Dividend	18	1 969	8 908
Transferred to Reserve for valuation differences	18	-	130
Distributed from/to Retained Equity	18	293	-130
TOTAL OTHER CHANGE IN EQUITY		2 262	7 365



Balance sheet as of December 31, 2020

(In thousand USD)

	Note	2020	2019
ASSETS			
Tangible assets			
Buildings and facilities		978	985
Land and housing		-	1
Assets under construction		5	-
Operating movable property, furniture, tools, other		2 174	2 076
TOTAL TANGIBLE ASSETS	9	3 157	3 063
Fixed financial assets			
Investments in associated companies	10	341	634
Other long term receivables	11	869	959
TOTAL FIXED FINANCIAL ASSETS		1 210	1 593
TOTAL FIXED ASSETS		4 367	4 656
CURRENT ASSETS			
Stocks			
Inventory	5	1 288	2 525
Debtors			
Accounts Receivable	15	4 760	22 320
Other short term receivables	12,15	885	5 881
Short-term investments			
Cash and deposits	14	6 774	5 912
TOTAL CURRENT ASSETS		13 707	36 638
TOTAL ASSETS		18 073	41 294



Balance sheet as of December 31, 2020

(In thousand USD)

	Note	2020	2019
EQUITY AND LIABILITIES			
Equity			
Share capital	18,19	285	285
TOTAL PAID-IN CAPITAL		285	285
Retained earnings			
Retained equity	18	6 447	6 447
TOTAL RETAINED EARNINGS		6 447	6 447
TOTAL PAID-IN / RETAINED EQUITY		6 732	6 732
Liabilities			
Long term liabilities			
Deferred tax asset	17	70	145
Current liabilities			
Trade Creditors	15	4 907	13 692
Tax payable	17	714	2 528
Excise and other public duties		198	2 879
Dividend		1 969	8 908
Other current debt	16	3 483	6 409
TOTAL CURRENT LIABILITIES		11 271	34 417
TOTAL LIABILITES		11 341	34 562
TOTAL EQUITY AND LIABILITIES		18 073	41 294

Oslo 22 June 2021

Emma E.J. Shaw
Chairman of the board

Flemming Sindberg
CEO

Carl C.B.L. Janssen
Board member

Grischa Sauerberg
Board member

Veijo Henrikki Talivie
Board member



Statement of cash flow

Statement of cash flows for the year ended December 31, 2020

(In thousand USD)

	Note	2020	2019
Cash flow statement			
OPERATING ACTIVITIES			
Profit before income taxes		2 901	11 466
Payment of corporate tax	17	-2 528	-2 229
Depreciation / Writeoffs	9	240	224
Change in inventory	5	1 237	58
Change in trade creditors		-8 785	-13 553
Change in other liabilities		-730	4 330
Change in trade debtors		17 560	-7 806
Change in other debtors		208	2 276
NET CASH FLOW FROM OPERATIONS		10 103	-5 234
INVESTING ACTIVITIES			
Purchase and retirement of fixed assets	9	-333	-354
NET CASH FLOW FROM INVESTMENTS		-333	-354
FINANCING ACTIVITIES			
Dividend payment	18	-8 908	-7 365
NET CASH FLOW FROM FINANCING		-8 908	-7 365
Net change in cash and cash equivalents		862	-12 953
Cash and cash equivalents at the beginning of the period		5 912	18 865
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	14	6 774	5 912



Notes to the financial statement for the year ended December 31, 2020

1 Reporting entity and basis of presentation

The financial statements have been prepared in accordance with the Norwegian Accounting Act and Norwegian generally accepted accounting principles in Norway (NGAAP). All amounts are in USD 1 000 unless otherwise stated.

The functional currency of Aviation Fuelling Services Norway AS is United States Dollar (USD).

Assets and Debt not in company currency

Receivables, debt and cash in other currencies than US Dollars are converted to the company currency with the rate on the 31.12.2020. Currency gains and currency losses are posted as financial income or expenses.

Intangible assets

Expenses for intangible assets are capitalized to the extent the criteria for capitalization is met.

Leasing

The company categorizes leasing agreements as either financial or operational in accordance with the real content of the agreement. If the majority of the financial risk and control is transferred to the company, the contract is categorized as financial and the assets and obligations are capitalized. Other leasing agreement are categorized as operational.

Assets

Other fixed assets are reflected in the balance sheet and depreciated to residual value over the asset's expected useful life on a straight-line basis. If changes in the depreciation plan occur the effect is distributed over the remaining depreciation period. Direct maintenance of an asset is expensed under operating expenses as and when it is incurred. Additions or improvements are added to the asset's cost price and depreciated together with the asset. The split between maintenance and additions/improvements is calculated in proportion to the asset's condition at the acquisition date.

Investments in associated companies

In 2020 Aviation Fuelling Services AS changed reporting principle for Investments. Investments have been reported following equity-method, in 2020 this have changed to cost-method. The valuation following cost-method means that investments is booked based on acquisition cost. The financial impact of this reporting change is found in note 10.

Inventories

Inventories are valued at the lowest of average acquisition cost and net realizable value. Cost of Product is arrived at using FIFO method and includes the costs incurred in acquiring the goods and the cost of bringing the goods to their current state and location.

Receivables

Account receivables and other receivables are recognized at fair value with reduction for expected potential loss. Loss provision is based on individual valuation of each receivable.

Revenue recognition

Income from sale of goods are recognized at fair value of the consideration, net after deduction of VAT, returns, discounts and reductions. Sales are taken to income when the company has delivered its products to the customer.



Income taxed, current and deferred

Payable tax is based on taxable profit for the year and changes in deferred tax using the tax rates for 2020.

Income and balance-sheet differences after equity-method for investments are not included as they are independent tax entities.

Deferred tax assets and liabilities are classified as non-current in the balance sheet and are measured based on the difference between the carrying value of assets and liabilities for financial reporting and their tax basis when such differences are considered temporary in nature.

Current and deferred tax is reported net in the balance sheet. Deferred tax is recognized only when there is a high probability of the benefit being realized.

Liabilities

Uncertain financial liabilities, are initially recognized if assumed more than 50% likely of realization, at fair value including transaction costs directly attributable to the transaction and are subsequently measured at amortized cost.

Pension liabilities

Aviation Fuelling Services Norway AS have a defined contribution pension scheme and no pension liabilities. The pension cost is reported as Payroll expenses.

Cash flow

Cash flow is reported in line with indirect method described in official Norwegian guideline (Foreløpig Norsk Regnskapsstandard for kontantstrømpstilling).

Cash and cash equivalents are cash at banks held in NOK and USD. The NOK cash is converted to USD using the year end rate.

2 Activities

The activities for the company consists of supply, distribution marketing and sales of petroleum products to the aviation sector in Norway. Main Office and management location is in Oslo.

3 Financial liabilities

Aviation Fuelling Services Norway AS face financial market risks in its operation. The major of these are;

- International prices for Petroleum products
- Exchange rate between USD and NOK

Loss/gain on differences in exchange rate

The reported gain/loss on differences in exchange rate is reported under other finance income/cost in the annual result. All non-company currency transactions in the financial result are converted using daily rate published by Norges Bank.



4 Sales revenues

Table shows total sale which is all inland sales at airports located in Norway. Revenue includes excise duties.

(In thousand USD)	2020	2019
Total inland sales	109 717	280 515
Total Sale	109 717	280 515

5 Inventories

Stocks in the balance sheet consists of refined oil products stored at airports.

(In thousand USD)	2020	2019
Stocks	1 288	2 525

6 Management remuneration, employee costs and auditor fees

Employee related cost 2020 in Aviation Fuelling Services Norway AS was 1.3 MUSD. Aviation Fuelling Services Norway AS do not have a legal obligation to offer a defined benefit pension plan. All employees are on a defined contribution pension plan. In 2020 Aviation Fuelling Services Norway AS had 8 full time employees.

(In thousand USD)	2020	2019
Salary	961	1 007
Social security	184	156
Pension cost	129	85
Other cost	9	8
Total	1 284	1 257

Salary and benefits for Chief Executive Officer

The reported salary cost for CEO in Aviation Fuelling Services Norway AS for 2020

(In thousand USD)	2020	2019
Salary and bonus	348	277
Other compensation	8	10
Total	357	287

The CEO have a defined contribution pension scheme and the cost of this is reported under Other compensation. Pension cost for CEO was 8 k USD in 2020. The CEO have no share options in Aviation Fuelling Services Norway AS. Aviation Fuelling Services Norway AS have not given any loans or guarantees to the CEO in 2020.

Compensation to board members

No compensation has been given to board members in 2020. No share options, bonuses or agreements of remuneration at the completion of the board representation have been given to the members of the board.

Auditor fees

(In thousand USD)	2020	2019
Statutory audit	57	49
Advisory fee	34	6
Total	91	55



7 Other operating expenses

(In thousand USD)	2020	2019
Distribution cost	7 165	9 282
Maintenance and repair	5	4
Office rent incl. utilities	85	96
External services	1 009	934
Sales commission	115	406
Other	448	212
Total	8 826	10 935

8 Transactions with associated companies

Income (In thousand USD)	2020	2 019
Shell Aviation Limited	51 718	149 094

Costs (In thousand USD)	2020	2 019
St1 Norge AS	79 603	233 905
Shell & Topaz Aviation Ireland Ltd	3	3
Shell Exploration & Production Holding BV	105	201
Shell Intl Petroleum Company Ltd (SIOP)	300	295
Shell Aviation Limited	34	406



9 Fixed assets

000 USD Useful Life	Asset Under Construction	Buildings and Facilities	Land and Housing	Equipment and other assets	Software	Total
	No Depreciation	20-40 years	No Depreciation & 20-40 Years	5 - 30 years	3 years	
Cost at 31.12.2019	-	3 162	8	7 559	1 025	11 753
Investments	5	18	-	310	-	333
Cost at 31.12.2020	5	3 180	8	7 869	1 025	12 086
Depreciation as at 31.12.2019	-	2 177	6	5 482	897	8 562
Depreciation 2020	-	25	1	213	-	240
Sale of assets	-	-	-	-	-	-
Depreciation as at 31.12.2020	-	2 203	8	5 695	897	8 802
Writedown	-	-	-	-	128	128
Book Value at 31.12.2020	5	978	-	2 174	-	3 157

All fixed assets are depreciated using straight line depreciation. Software is classified as intangible assets in the Balance Sheet. There are no financial leases in the Balance sheet. Due to change of accounting system the legacy IT system was written down with 128 K USD in 2016.

10 Associated companies

Company	Location	Ownership	Share of votes
Flytanking AS	Stjørdal	50 %	50 %
Gardermoen Fuellingservices AS	Ullensaker	33.33 %	33.33 %
Oslo Lufthavn Tankanlegg AS	Ullensaker	33.33 %	33.33 %

(In thousand USD)	2020 Equity (100%)	2020 Result (100%)	Balance sheet value
Flytanking AS	522	1 154	90
Gardermoen Fuellingservices AS	523	461	41
Oslo Lufthavn Tankanlegg AS	3 206	2 206	210
Balance sheet value 31.12.2020			341

Aviation Fuelling Services Norway AS have made a change in accounting principle from equity method to cost method for investments in associated companies. The company has not restated the 2019 comparative numbers since the effect is immaterial, the effect on the 2019 comparative numbers if restated are displayed in the table below. The net effect of the change in accounting principle of minus 293 thousand USD has been booked towards equity including a 293 thousand USD release of funds for valuation differences. Please see note 18 for the effect on equity.

(In thousand USD)	2019	Adjusted 2019
Other finance income	740	610
Net income after taxes	8 908	8 779
Investments in associated companies	634	341
Reserve for valuation differences	163	-
Retained equity	6 154	6 447



11 Other long-term receivables

Other long-term receivable consists of a loan given to Flytanking AS for investments in equipment.

(In thousand USD)	2020	2019
Other long-term receivable	869	959

12 Other short-term receivables

(In thousand USD)	2020	2019
Accrued, not invoiced revenues	300	758
Other short term receivables	585	5 123
Total	885	5 881

All short-term receivables are due within 12 months from 31.12.2020.

13 Other long-term debt

The company have no other long term debt.

14 Cash and other cash equivalents

(In thousand USD)	2020	2019
Cash in NOK	-176	494
Cash in USD	6 949	5 418
Other cash equivalents	-	-
Total	6 774	5 912

Cash in NOK include account for reserved withholding tax of USD 50 k USD.

15 Balances with associated companies

(In thousand USD)	2020	2019
Accounts Receivable	4 069	11 652
Trade Creditors	-1 900	-12 835
Net receivable / (debt)	2 169	-1 184

16 Other short-term liabilities

(In thousand USD)	2020	2019
Other current debt	3 483	6 409
Total	3 483	6 409



17 Tax

Basis for Tax calculation in MUSD	2020	2019
Ordinary result before tax	2 901	11 466
Currency conversion USD/NOK	-20	-
Permanent differences	6	-159
Basis ordinary tax	2 887	11 306
Temporary differences (incl. deferred tax and demerge impacts)	359	-93
Basis payable tax	3 246	11 213

Tax calculation in MUSD	2020	2019
Payable tax (22% of basis for payable tax)	714	2 467
Currency differences	-	61
Adjusted payable tax (22% of basis for payable tax)	714	2 528
Change in Deferred tax	-79	20
Change in Deferred tax due to tax law change	-	-
Currency differences	4	9
Income tax	639	2 558

Tax reconciliation	2020	2019
Ordinary result before tax	2 901	11 466
Exchange rate conversion USD/NOK	-	-
Tax on result with nominal tax rate	638	2 522
Income tax in annual result	639	2 558
Variance	1	35

Variance	2020	2019
22 % of permanent differences	1	-35
Change in Deferred tax due to tax law change	4	9
Currency differences	-5	61
Variance	1	35

Deferred tax calculation	2020	2019
Assets	292	298
Receivables	15	347
Stocks	-	-
Profit and loss account	11	14
Net temporary difference	318	658
Basis for deferred tax / tax asset in balance	318	658
Deferred tax / tax asset	70	145



18 Equity

(In thousand USD)	Share Capital	Reserve for valuation differences	Retained Equity	Total Shareholder equity
Opening balance 01.01.2020	285	293	6 154	6 732
Effect of change in accounting principle	-	-293		-293
2020 Profit	-	-	2 262	2 262
Proposed dividend from this year result	-	-	-1 969	-1 969
Equity 31.12.2020	285	-	6 447	6 732

See note 10 for effect of change in account principle. The company has not restated the numbers for 2019, since the effect is immaterial.

19 Share capital and shareholder information

The Share capital was 0,3 MUSD (2,2 MNOK) at the end of 2020 and consists of 300 shares valued at 7496,263 NOK per share. Shell Exploration and Production Holdings B.V. own 150 shares and St1 Nordic Oy own 150 shares.

20 Events after the balance sheet date

The Aviation market in Norway has in 2021 continued to be impacted by the COVID-19 crisis and the societal, behavioural, restrictive, and economic consequences following this.

The pandemic continues to cause very low activities at airports and limited air traffic between countries and inside Norway. The Norway State interactions and airline closure of many activities and movements, have reduced the demand of aviation volumes to a minimum. The industry recovery is not happening with the expected pace and 2021 will likely be a miserable year for Aviation in Norway as in entire Europe. Aviation Fuelling Services Norway AS will subsequently also face a low turnover and result in 2021 but is per May 2021 well financed and with future predictions, the liquidity for the next 12 months will be satisfactory.

Overall recovery of the industry and back to an activity level prior to the pandemic, will take long time. Airlines, States, passengers, airports, suppliers, etc will face a different future for air travel and a changed economic climate which need to grow back. The Aviation business in Norway is therefore expected to use 4 to 6 years recovering back to common levels and from there follow normal economic growth.

Aviation Fuelling Services Norway AS is well positioned for handling this changed world for air travel and taking part of this industry recovery over the coming years.