



## ÅRSREGNSKAPET FOR REGNSKAPSÅRET 2018 - GENERELL INFORMASJON

### Enheten

Organisasjonsnummer:	921 689 713
Organisasjonsform:	Aksjeselskap
Foretaksnavn:	VIKEN FLEET II AS
Forretningsadresse:	Ervikveien 24 5106 ØVRE ERVIK

### Regnskapsår

Årsregnskapets periode:	01.01.2018 - 31.12.2018
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### Konsern

Mørselskap i konsern:	Ja
Konsernregnskap lagt ved:	Ja

### Regnskapsregler

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

### Årsregnskapet fastsatt av kompetent organ

Bekreftet av representant for selskapet:	Oddbjørn Toft
Dato for fastsettelse av årsregnskapet:	15.05.2019

### Grunnlag for avgivelse

År 2018: Årsregnskapet er elektronisk innlevert  
År 2017: Tall er hentet fra elektronisk innlevert årsregnskap fra 2018

*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, 30.04.2020



## Resultatregnskap

Beløp i: USD	Note	2018	2017
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Annen driftsinntekt	7	0	
<b>Sum inntekter</b>		<b>0</b>	
<b>Kostnader</b>			
Avskrivning på varige driftsmidler og immaterielle eiendeler	1	0	
Annen driftskostnad	4	8 593	
<b>Sum kostnader</b>		<b>8 593</b>	
<b>Driftsresultat</b>		<b>-8 593</b>	
<b>Finansinntekter og finanskostnader</b>			
Annen finansinntekt	9	112	
<b>Sum finansinntekter</b>		<b>112</b>	
Annen finanskostnad	9	113	
<b>Sum finanskostnader</b>		<b>113</b>	
<b>Netto finans</b>		<b>-1</b>	
<b>Ordinært resultat før skattekostnad</b>		<b>-8 594</b>	<b>0</b>
<b>Ordinært resultat etter skattekostnad</b>		<b>-8 594</b>	<b>0</b>
<b>Årsresultat</b>		<b>-8 594</b>	<b>0</b>
<b>Overføringer og disponeringer</b>			
Overføringer til/fra annen egenkapital	5	-8 594	
<b>Sum overføringer og disponeringer</b>		<b>-8 594</b>	



## Balanse

Beløp i: USD	Note	2018	2017
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
<b>Finansielle anleggsmidler</b>			
Investering i datterselskap	2	753 565	
<b>Sum finansielle anleggsmidler</b>		<b>753 565</b>	
<b>Sum anleggsmidler</b>		<b>753 565</b>	<b>0</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
<b>Bankinnskudd, kontanter og lignende</b>			
Bankinnskudd, kontanter og lignende		2 763	
<b>Sum bankinnskudd, kontanter og lignende</b>		<b>2 763</b>	
<b>Sum omløpsmidler</b>		<b>2 763</b>	<b>0</b>
<b>SUM EIENDELER</b>		<b>756 328</b>	<b>0</b>
<b>BALANSE - EGENKAPITAL OG GJELD</b>			
<b>Egenkapital</b>			
<b>Innskutt egenkapital</b>			
Selskapskapital	5,6	61 852	
Overkurs	5	683 119	
<b>Sum innskutt egenkapital</b>		<b>744 971</b>	
<b>Sum egenkapital</b>		<b>744 971</b>	<b>0</b>
<b>Sum langsiktig gjeld</b>		<b>0</b>	<b>0</b>
<b>Kortsiktig gjeld</b>			
Leverandørgjeld		2 149	



## Balanse

<b>Beløp i: USD</b>	<b>Note</b>	<b>2018</b>	<b>2017</b>
Annen kortsiktig gjeld	4	9 208	
<b>Sum kortsiktig gjeld</b>		<b>11 357</b>	
<b>Sum gjeld</b>		<b>11 357</b>	<b>0</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>756 328</b>	<b>0</b>



## Konsernets resultatregnskap

Beløp i: USD	Note	2018	2017
<b>RESULTATREGNSKAP</b>			
<b>Inntekter</b>			
Freight income	7	801 579	
<b>Sum inntekter</b>		<b>801 579</b>	
<b>Kostnader</b>			
Avskrivning på varige driftsmidler og immaterielle eiendeler	1	270 642	
Annen driftskostnad	4	1 092 722	
<b>Sum kostnader</b>		<b>1 363 364</b>	
<b>Driftsresultat</b>		<b>-561 785</b>	
<b>Finansinntekter og finanskostnader</b>			
Annen renteinntekt		3	
Annen finansinntekt	9	495	
<b>Sum finansinntekter</b>		<b>498</b>	
Annen rentekostnad		306 208	
Annen finanskostnad	9	1 068	
<b>Sum finanskostnader</b>		<b>307 276</b>	
<b>Netto finans</b>		<b>-306 778</b>	
<b>Ordinært resultat før skattekostnad</b>		<b>-868 563</b>	<b>0</b>
Skattekostnad på ordinært resultat	8	0	
<b>Ordinært resultat etter skattekostnad</b>		<b>-868 563</b>	<b>0</b>
<b>Årsresultat</b>		<b>-868 563</b>	<b>0</b>
<b>Overføringer og disponeringer</b>			
Overføringer til/fra annen egenkapital	5	-868 563	
<b>Sum overføringer og disponeringer</b>		<b>-868 563</b>	



## Konsernets balanse

Beløp i: USD	Note	2018	2017
<b>BALANSE - EIENDELER</b>			
<b>Anleggsmidler</b>			
<b>Immaterielle eiendeler</b>			
Utsatt skattefordel	8	0	
<b>Sum immaterielle eiendeler</b>		<b>0</b>	
<b>Varige driftsmidler</b>			
Skip, rigger, fly og lignende	1,3	45 729 358	
<b>Sum varige driftsmidler</b>		<b>45 729 358</b>	
<b>Finansielle anleggsmidler</b>			
Investering i datterselskap	2	0	
<b>Sum finansielle anleggsmidler</b>		<b>0</b>	
<b>Sum anleggsmidler</b>		<b>45 729 358</b>	<b>0</b>
<b>Omløpsmidler</b>			
<b>Varer</b>			
<b>Fordringer</b>			
Andre fordringer		583 379	
<b>Sum fordringer</b>		<b>583 379</b>	
<b>Bankinnskudd, kontanter og lignende</b>			
Bankinnskudd, kontanter og lignende		1 779 623	
<b>Sum bankinnskudd, kontanter og lignende</b>		<b>1 779 623</b>	
<b>Sum omløpsmidler</b>		<b>2 363 002</b>	<b>0</b>
<b>SUM EIENDELER</b>		<b>48 092 360</b>	<b>0</b>
<b>BALANSE - EGENKAPITAL OG GJELD</b>			
<b>Egenkapital</b>			
<b>Innskutt egenkapital</b>			



## Konsernets balanse

<b>Beløp i: USD</b>	<b>Note</b>	<b>2018</b>	<b>2017</b>
Selskapskapital	5,6	61 852	
Overkurs	5	0	
<b>Sum innskutt egenkapital</b>		<b>61 852</b>	
<b>Opptjent egenkapital</b>			
Udekket tap	5	176 851	
<b>Sum opptjent egenkapital</b>		<b>-176 851</b>	
<b>Sum egenkapital</b>		<b>-114 999</b>	<b>0</b>
<b>Gjeld</b>			
<b>Langsiktig gjeld</b>			
<b>Annen langsiktig gjeld</b>			
Gjeld til kredittinstitusjoner	3	46 634 115	
<b>Sum annen langsiktig gjeld</b>		<b>46 634 115</b>	
<b>Sum langsiktig gjeld</b>		<b>46 634 115</b>	<b>0</b>
<b>Kortsiktig gjeld</b>			
Leverandørgjeld		48 720	
Annen kortsiktig gjeld	4	1 524 523	
<b>Sum kortsiktig gjeld</b>		<b>1 573 243</b>	
<b>Sum gjeld</b>		<b>48 207 358</b>	<b>0</b>
<b>SUM EGENKAPITAL OG GJELD</b>		<b>48 092 359</b>	<b>0</b>



To the General Meeting of Viken Fleet II AS

## *Independent Auditor's Report*

### *Report on the Audit of the Financial Statements*

#### *Opinion*

We have audited the financial statements of Viken Fleet II AS, which comprise:

- The financial statements of the parent company Viken Fleet II AS (the Company), which comprise the balance sheet as at 31 December 2018, the income statement and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and
- The consolidated financial statements of Viken Fleet II AS and its subsidiaries (the Group), which comprise the balance sheet as at 31 December 2018, the income statement and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion:

- The financial statements are prepared in accordance with the law and regulations.
- The accompanying financial statements give a true and fair view of the financial position of the Company as at 31 December 2018, 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.
- The accompanying consolidated financial statements give a true and fair view of the financial position of the Group as at 31 December 2018, 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 and the Group 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.

*PricewaterhouseCoopers AS, Sandviksbodene 2A, Postboks 3984 - Sandviken, NO-5835 Bergen  
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 - Viken Fleet II AS

*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.

*Responsibilities of the Board of Directors for the Financial Statements*

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

In preparing the financial statements, management is responsible for assessing the Company's and the Group'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

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Independent Auditor's Report - Viken Fleet II AS



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.

Bergen, 15 May 2019  
**PricewaterhouseCoopers AS**

Jon Haugervåg  
State Authorised Public Accountant



Skatteetaten

Vår dato 22.03.2019	Din/Deres dato 09.01.2019	Saksbehandler Henning Stokke
800 80 000 Skatteetaten.no	Din/Deres referanse Oddbjørn Toft	Telefon 800 80 000
Org.nr 974761076	Vår referanse 2019/5256823	Postadresse Postboks 9200 Grønland 0134 OSLO

VIKEN SHIPPING AS  
Postboks 74 Øvre Ervik  
5876 BERGEN

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

Vi viser til deres brev av 9. januar 2019 der det søkes om dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk for følgende selskaper:

- 921 689 713 Viken Fleet II AS
- 921 689 772 Viken Tankers AS
- 921 689 799 Inviken AS
- 921 689 837 Utviken AS
- 921 689 918 Norviken AS

Skattedirektoratet gir på bakgrunn av en konkret helhetsvurdering selskapene nevnt ovenfor dispensasjon fra kravet til å utarbeide årsregnskap og årsberetning på norsk språk, jf. regnskapsloven § 3-4 tredje ledd. Dispensasjonen gjelder så lenge opplysningene som vedtaket baserer seg på ikke endres vesentlig.

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

### Bakgrunn

Fra søknaden gjengis:

*Viken Shipping AS er et internasjonalt konsern som har som hovedbeskjeftigelse å eie og drive skip herunder utføre administrative oppgaver som befraktning, operasjon og teknisk drift. Konsernets kunder er alle hjemmehørende i utlandet og noen av selskapene i konsernet har utenlandske eierinteresser. De fleste av bankene som finansierer selskapene er også hjemmehørende utenfor Norge.*

*Konsernet er av internasjonal karakter innenfor skipsfart og vi har derfor behov for å utarbeide regnskap på engelsk for å tilfredsstille rapporteringskrav samt gi informative regnskaper til våre eiere, bankforbindelser, kunder, leverandører etc.*

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

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

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

Som nevnt ovenfor er det er særlig hensynet til brukerne av regnskapsinformasjon som skal vurderes ved en dispensasjonssøknad. I denne vurderingen har Skattedirektoratet lagt vekt på at selskapene opererer innen en bransje der engelsk er bransjespråket. Videre er det vektlagt at konsernets kunder alle er hjemmehørende i utlandet.

Vennligst oppgi vår referanse ved henvendelse i saken.

Med hilsen

Inger Helene Iversen  
seniorrådgiver  
Juridisk avdeling  
Skattedirektoratet

Henning Stokke

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

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**VIKEN FLEET II AS**  
**FINANCIAL STATEMENTS**

**2018**

Figures in USD

Org. no. 921 689 713



## ANNUAL REPORT 2018

### VIKEN FLEET II AS

#### THE COMPANY'S ACTIVITIES AND PLACE OF BUSINESS

Viken Fleet II AS is the holding company for Viken Tankers AS and its ship-owning subsidiaries. The company was incorporated in 2018 and is owned by Tom C. Steckmest. The group's fleet consists of three Chemical/Product tankers. The vessels was purchased in November/December 2018 and are on contracts to Trafigura and Vitol.

Wallem Group Ltd. provides the technical and operational management of the vessels, and Wallem Steckmest & Co. AS provides commercial services.

Head office is located at Øvre Ervik, Bergen, Norway

#### GOING CONCERN

The annual accounts are presented in accordance with Chapter 3 of the Norwegian Accounting Act and the Board considers that they give a true and accurate reflection of the company's business activity. The Board assesses that the conditions for going concern are in place. Basis for this assumption is the state of the company's business, thoroughly prepared budgets and plans for the next years. The board is of the opinion that, to the best of its knowledge, and based on the information available at the date of this report, and assuming no significant unforeseen events occurring, the company is able, and will have sufficient resources available, to continue business through 2019.

#### OUTLOOK

The Group has a solid platform for the future with a fleet of god quality, a competent and experienced management team and long-lasting partnership with large corporate customers who charterers the ships.

#### RESULTS

The group had and operating income of USD 0,8 million in 2018. Due to start-up costs, the group had a loss before tax of USD 0,9 million.

The group's liquidity position by the year-end was USD 1,8 million. Short-term liability was by the year-end USD 1,6 million.

Total assets was USD 48,1 million.

Cash flow from operations was USD 1,0 million and the profit before tax was negative with USD 0,9 million. The differences comprises mainly of ordinary depreciation and change in accruals.

Cash flow from financing activities was with USD 0,8 millon. This comprises mainly from paid in equity from shareholder.



The information in the accounts gives a true and accurate description of the company's assets, liabilities, financial position and results. The Board is not aware of any incident that has occurred after the year-end, which would influence significantly on the result.

## **RISKS**

### *Principal strategy*

The group is exposed to commercial risk in various areas. The strategy is to reduce these risks as far as possible, inter alia by chartering the group's ships to low credit risk charterers.

### *Technical operations and market exposure*

The company is exposed to the general technical risk of owning and operating vessels. This risk is reduced by the use of available insurance products, and by retaining the management services of highly reputable third party provider. The company has "Loss of Hire" insurance on all the chartering contracts.

### *Financing*

The group's debt is long term. The group is exposed to changes in the interest rate.

### *Credit risk*

Risk related to current partners and charterers are considered low.

### *Liquidity risk*

Liquidity forecasts show satisfactory expectations.

## **WORKING ENVIRONMENT AND PERSONNEL**

The company has no employees.

## **GENDER EQUALITY**

No women are represented in the company's Board. The company do not discriminate gender when electing board members.

## **ENVIRONMENT**

The company operates in compliance with international shipping standards for emission into the sea and air. The company aims to minimize environmental impact from its activity, and strives constantly to improve safety. Measures are taken to prevent the business polluting the environment.

We are not aware of any incidents during 2018 that has resulted in significant pollution or other environmental impact.

## **ALLOCATION OF THE RESULT OF THE YEAR**



Allocation of the result of the year is presented in the profit and loss statement.

Hans Olav Lindal  
Chairman of the board

Tom Christopher Steckmest  
Member of the board

Øvre Ervik, 15. May 2019



## Viken Fleet II AS Income statement

Figures in USD

Parent company			Group
2018		Notes	2018
0	Freight income	7	801 579
0	<b>Total operating revenues</b>		<b>801 579</b>
8 593	Other operating expenses	4	1 092 722
0	Depreciation of fixed assets	1	270 642
8 593	<b>Total operating expenses</b>		<b>1 363 364</b>
-8 593	<b>Operating (income) result</b>		<b>-561 785</b>
0	Other interest income		3
0	Other interest expenses		0
112	Other financial income	9	495
	Interest expenses		306 208
113	Other financial expenses	9	1 068
-1	Result of financial items		-306 778
-8 594	<b>Ordinary result before income tax</b>		<b>-868 563</b>
0	Income tax expenses on ordinary result	8	0
-8 594	<b>(Annual result) Result for the year</b>		<b>-868 563</b>
-8 594	Transfer to other equity	5	-868 563
-8 594	<b>Total transfers</b>		<b>-868 563</b>



## Viken Fleet II AS

### Balance sheet

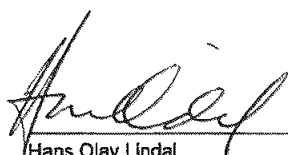
Figures in USD

Parent company			Group
2018	ASSETS	Notes	2018
	<b>Fixed assets</b>		
0	Deferred tax asset	8	0
0	<b>Total intangible fixed assets</b>		0
0	Vessels	1, 3	45 729 358
0	<b>Total tangible fixed assets</b>		45 729 358
753 565	Investment in subsidiaries	2	0
753 565	<b>Total financial fixed assets</b>		0
753 565	<b>Total fixed assets</b>		45 729 358
	<b>Current assets</b>		
0	Other debtors		583 379
0	<b>Total debtors</b>		583 379
2 763	Bank deposits, cash in hand, etc.		1 779 623
2 763	<b>Total current assets</b>		2 363 002
756 328	<b>TOTAL ASSETS</b>		48 092 360



2018	EQUITY AND LIABILITIES	Notes	2018
61 852	Share capital	5, 6	61 852
683 119	Share premium	5	0
<b>744 971</b>	<b>Total paid-in capital</b>		<b>61 852</b>
0	Other equity (-uncovered loss)	5	-176 851
0	<b>Total retained earnings</b>		<b>-176 851</b>
<b>744 971</b>	<b>Total equity</b>		<b>-114 999</b>
0	Liabilities to financial institutions	3	46 634 115
0	<b>Total other long-term liabilities</b>		<b>46 634 115</b>
0	Liabilities to group companies		0
2 149	Accounts payable		48 720
9 208	Other short-term liabilities	4	1 524 523
<b>11 357</b>	<b>Total current liabilities</b>		<b>1 573 243</b>
<b>11 357</b>	<b>Total liabilities</b>		<b>48 207 358</b>
<b>756 328</b>	<b>TOTAL EQUITY AND LIABILITIES</b>		<b>48 092 360</b>

Øvre Ervik, 14.05.2019

  
Hans Olav Lindal  
Chairman of the board

  
Tom Christopher Steckmest  
Member of the board



**Viken Fleet II AS**

**Statement of cash flows**

Figures in USD

Parent company		Group
2018	Note	2018
<b>Cash Flow from operations</b>		
-8 594	Profit before tax	-868 563
0	Depreciations	270 642
0	Interest not paid	0
11 357	Change in accruals	1 623 980
<b>2 763</b>	<b>Net Cash Flow from operations</b>	<b>1 026 059</b>
<b>Cash Flow from investing activities</b>		
-3 565	Equity paid to subsidiary	0
<b>-3 565</b>	<b>Net Cash Flow from investing activities</b>	<b>0</b>
<b>Cash Flow from financing activities</b>		
0	Proceeds from shareholders	750 000
3 565	Paid in equity	3 565
<b>3 565</b>	<b>Net cash flow from financing activities</b>	<b>753 565</b>
<b>2 763</b>	<b>Net change in cash and cash equivalents</b>	<b>1 779 623</b>
0	Cash and cash equivalents start of period	0
<b>2 763</b>	<b>Cash and cash equivalents 31.12.</b>	<b>1 779 623</b>



Viken Fleet II AS

Notes to the financial statements

## Accounting principles

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

### *Use of estimates*

The preparation of financial statements in compliance with the Accounting Act requires the use of estimates. It also requires management to exercise its judgment in the process of applying the group's accounting principles. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the accounts are disclosed in notes.

### **Shares in subsidiaries and associated companies**

Subsidiaries are companies over which the parent company has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights.

For overview of the subsidiaries in the group, see note 2.

### **Main principles for shares in subsidiaries and associated companies**

The cost method is applied to investments in subsidiaries and associated companies in the consolidated accounts. The cost price is increased when funds are added through capital increases or when group contributions are made to subsidiaries. Dividends received are initially taken to income. Dividends exceeding the portion of retained equity after the purchase are reflected as a reduction in purchase cost. Dividend/group contribution from subsidiaries are reflected in the same year as the subsidiary makes a provision for the amount. Dividend from other companies are reflected as financial income when it has been approved.

### **Consolidation principles**

Subsidiaries are consolidated from the date when the control of the company is transferred to the group (time of acquisition).

In the consolidated financial statements the shares in the subsidiaries are substituted with the subsidiaries' assets and liabilities. The consolidated financial statements are prepared as if the group was one financial unit. All inter-company transactions, unrealised profit and balances are eliminated.

Acquired subsidiaries are accounted for in the consolidated accounts based on the parent company's acquisition cost. Acquisition cost is allocated to the identifiable assets and liabilities in the subsidiary, which are recognised in the consolidated financial statements at fair value on the transaction date. Added values beyond identifiable assets and liabilities are accounted for in the balance sheet as goodwill. Goodwill is treated as a residual and is recognised in the balance sheet with the share that is recognised at the acquisition time. Added values in the consolidated financial statements are depreciated during the assets' expected economic life.

### **Revenues**

Income is recognised in the income statement as earned.

### **Classification of balance sheet items**



The purchase cost of assets includes the cost price for the asset, less bonuses, discounts and other rebates, with the addition of purchase expenses (freight, customs, non-refundable public duties and any other direct purchase expenses). Purchases in foreign currencies are reflected in the balance sheet at the exchange rate at the transaction date, and at the forward exchange rate if forward contracts are used.

#### **Fixed assets / purchase cost**

Lots are not depreciated. 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. Periodical maintenance is added to the asset's cost and depreciated over the period until next periodical maintenance.

The purchase cost of assets includes the cost price for the asset, adjusted for bonuses, discounts and other rebates received, and purchase costs (freight, customs fees, public fees which are non-refundable and any other direct purchase costs). Purchases in foreign currencies are reflected in the balance sheet at the exchange rate at the transaction date.

For fixed assets and intangible assets purchase cost also includes direct expenses to prepare the asset for use.

#### **Investments in other companies**

The cost method is applied to investments in other companies. Distributions are accounted for as a financial item at the time when the distribution is approved. If the distributions significantly exceed the share earned equity after the purchase, the surplus is booked as a reduction in the cost price.

#### **Impairment of fixed assets**

Impairment tests are carried out if there is indication that the carrying amount of an asset exceeds the estimated recoverable amount. The test is performed on the lowest level of fixed assets at which independent cashflows can be identified. If the carrying amount is higher than both the fair value less cost to sell and recoverable amount (net present value of future use/ownership), the asset is written down to the highest of fair value less cost to sell and the recoverable amount.

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

#### **Debtors**

Trade debtors are recognised in the balance sheet after provision for bad debts. The bad debts provision is made on basis of an individual assessment of each debtor. Significant financial problems at the customers, the likelihood that the customer will go bankrupt or experience financial restructuring and postponements and insufficient payments, are considered indicators that the debtors should be written down.

Other debtors, both current and long term, are recognised at the lower of nominal and net realisable value. Net realisable value is the present value of estimated future payments. When the effect of a writedown is insignificant for accounting purposes this is, however, not carried out. Bad debt provision are based on same assessment as for trade debtors.

#### **Foreign currencies**

Assets and liabilities in foreign currencies are valued at the exchange rate on the balance sheet date.



Viken Fleet II AS

Notes to the financial statements

## **Liabilities**

Liabilities, with the exception of certain liability provisions, are recognised in the balance sheet at nominal amount.

## **Taxes**

The tax charge in the income statement includes both payable taxes for the period and changes in deferred tax. Deferred tax is calculated at relevant tax rates on the basis of the temporary differences which exist between accounting and tax values, and any carryforward losses for tax purposes at the year-end. Tax enhancing or tax reducing temporary differences, which are reversed or may be reversed in the same period, have been eliminated. The disclosure of deferred tax assets on net tax reducing differences which have not been eliminated, and carryforward losses, is based on estimated future earnings. Deferred tax and tax assets which may be presented in the balance sheet are presented net.

Tax reduction on group contributions given and tax on group contribution received, booked as a reduction of cost price, are booked directly against tax in the balance sheet (offset against payable taxes if the group contribution has affected payable taxes, and offset against deferred taxes if the group contribution has affected deferred taxes). Deferred tax is reflected at nominal value in both the company accounts and the consolidated financials statements.

The company entered into the Tonnage tax regime according to the Norwegian Fiscal act § 8-10 with effect from incorporation. The operating income is according to these rules exempted from taxation. Financial items are included in the tax basis. Tonnage tax is payable on vessels in operation.

## **Cash flow statement**

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

## **Functional currency**

USD is used as functional currency as the company's income and investments are in USD. The main subsidiaries also use USD as functional currency. Therefore the Group accounts are presented in USD



Viken Fleet II AS

Notes to the financial statements

## Note 1 Fixed assets

Fixed assets Group	Vessels	Periodic maintenance	Total
Purchase cost 01.01.	0	0	0
Additions	45 737 500	262 500	46 000 000
Disposals	0	0	0
Purchase cost 31.12.	45 737 500	262 500	46 000 000
Accumulated depreciation 31.12.	233 367	37 275	270 642
<b>Net book value 31.12.</b>	<b>45 504 133</b>	<b>225 225</b>	<b>45 729 358</b>
Depreciation in the year	233 367	37 275	270 642
Expected useful life	25 years	5 years	
Depreciation plan	Straight line	Straight line	

Subsidiaries in the group owns M/T Inviken, M/T Utviken and M/T Norviken, 38.000 dwt chemical/product tankers.  
An asset impairment test has been performed on the group's vessels as of 31.12.2018, which concludes that book value

## Note 2 Subsidiaries

### Parent company

Investments in subsidiaries are recognised according to the cost method.

	Ownership Balance voting right sheet value	Equity 31.12.2018	Result 2018
<b>Subsidiaries</b>		100 %	100 %
Viken Tankers AS	100 % 753 565	750 467	-3 098

Viken Tankers AS owns 100% of the shares in Inviken AS, Norviken AS and Utviken AS.  
All companies in the group have business office in Bergen.



Viken Fleet II AS

Notes to the financial statements

## Note 3 Liabilities to financial institutions

### Group

<b>Liabilities to financial institutions consists of:</b>	<b>2018</b>
Nominal value of debt to financial institutions	82 420 000
Contingent part of debt	-35 785 885
<b>Book value of debt</b>	<b>46 634 115</b>

Part of the loan is contingent and is only payable after the non-contingent part of the loan has been fully repaid, and only to the extent that the company has sufficient income to serve the Contingent Tranche after repayment of the non-contingent part of the loan.

Debt to financial institutions fall due (minimum payments, excluding cash sweep):

	<b>2018</b>
Due date in 2019	0
Due date in 2020	3 600 000
Due date in 2021	4 800 000
Due date in 2022	4 800 000
Due date in 2023	69 220 000
<b>Total</b>	<b>82 420 000</b>

The group is required to build up and maintain a minimum liquidity of USD 500.000 per ship owning company (total USD 1.500.000).

According to the loan agreement surplus cash shall be used to repay debt quarterly.

If the one ship owning company has sufficient income to serve the non-contingent tranche, excess cash can be used to repay non-contingent tranches of other companies within the same group.

If the company has sufficient income to serve both the non-contingent and contingent tranches, excess cash can be used to repay non-contingent and contingent tranches of other companies within the same group.

### Liabilities secured by mortgage 2018

#### Balance sheet value of assets placed as security:

##### Group

Fixed assets	45 729 358
Bank deposits	1 779 623
<b>Total</b>	<b>47 508 981</b>

## Note 4 Payroll expenses, number of employees, remunerations, loans to employees, etc.

The parent company and the subsidiaries in the group have no employees. Wallem Steckmest & Co AS attends to the administrative services.

Wallem Group attends to the group's operational and technical needs.

No remuneration was paid to the board of directors in 2018.

The parent company has no intercompany balances at 31.12.18.

<b>Loans to/from related parties</b>	<b>Short term liabilities</b>
<b>Parent company</b>	<b>2018</b>
Due from Tom Chr. Steckmest	3 453



Viken Fleet II AS

Notes to the financial statements

	Short term liabilities
<b>Group</b>	<b>2018</b>
Due from Tom Chr. Steckmest	13 812

**Expensed audit fee (excluding VAT):**

<b>Parent company</b>	<b>2018</b>
Statutory audit (incl. technical assistance with financial statements)	-
Other assurance services	1 719
Tax advisory fee (incl. technical assistance with tax return)	4 604
Other assistance	-
<b>Total audit fees</b>	<b>6 323</b>

<b>Group</b>	<b>2018</b>
Statutory audit (incl. technical assistance with financial statements)	-
Other assurance services	8 599
Tax advisory fee (incl. technical assistance with tax return)	4 604
Other assistance	-
<b>Total audit fees</b>	<b>13 203</b>

**Note 5 Shareholders' equity**

**Parent company**

	Share capital	Share premium	Uncovered loss	Total
<b>Equity changes in the year</b>				
Equity at incorporation 23.10.2018	3 565	-	-	3 565
Conversion of debt to equity	58 287	691 713	-	750 000
Profit/loss for the year	-	-	-8 594	-8 594
Reclassification of equity	-	-8 594	8 594	-
<b>Equity 31.12.2018</b>	<b>61 852</b>	<b>683 119</b>	<b>-</b>	<b>744 971</b>

**Group**

	Share capital	Share premium	Uncovered loss	Total
<b>Equity changes in the year</b>				
Equity at incorporation 23.10.2018	3 565	-	-	3 565
Conversion of debt to equity	58 287	691 713	-	750 000
Profit/loss for the year	-	-	-868 563	-868 563
Reclassification of equity	-	-691 713	691 713	-
<b>Equity 31.12.2018</b>	<b>61 852</b>	<b>-</b>	<b>-176 851</b>	<b>-114 999</b>

**Note 6 Share capital and shareholder information**

The share capital of NOK 530.000 consists of 100 shares with nominal value of NOK 5.300 each. Viken Fleet II AS is owned 100% by Tom Chr. Steckmest.



Viken Fleet II AS

Notes to the financial statements

## Note 7 Operating income

M/T Inviken was delivered to charterers on a one year TC-contract on 30 November 2018.  
M/T Norviken was delivered to charterers on a one year TC-contract on 15 December 2018.  
M/T Utviken was delivered to charterers on a one year TC-contract on February 3, 2019.

## Note 8 Taxes

### Parent company

#### Calculation of deferred tax/deferred tax benefit

	2018
<b>Temporary differences</b>	
Net temporary differences	0
Tax losses carried forward	0
<b>Basis for deferred tax</b>	<b>0</b>
Deferred tax	0
Deferred tax benefit not shown in the balance sheet	0
<b>Deferred tax in the balance sheet</b>	<b>0</b>

#### Basis for income tax expense, changes in deferred tax and tax payable

Result before taxes	-8 594
Permanent differences	8 594
<b>Basis for the tax expense for the year</b>	<b>0</b>
Change in temporary differences	0
<b>Basis for payable taxes in the income statement</b>	<b>0</b>
+/- Group contributions received/given	0
<b>Taxable income (basis for payable taxes in the balance sheet)</b>	<b>0</b>

#### Components of the income tax expense

Payable tax on this year's result	0
<b>Total payable tax</b>	<b>0</b>
Change in deferred tax	0
Change in deferred tax due to change in tax rate	0
<b>Tax expense</b>	<b>0</b>

#### Payable taxes in the balance sheet

Payable tax in the tax charge	0
<b>Payable tax in the balance sheet</b>	<b>0</b>



Viken Fleet II AS

Notes to the financial statements

## Group

### Calculation of deferred tax/deferred tax benefit

	2018
<b>Temporary differences</b>	
Net temporary differences	0
Tax losses carried forward	-70 835
<b>Basis for deferred tax</b>	<b>-70 835</b>
Deferred tax	-15 584
Deferred tax benefit not shown in the balance sheet	15 584
<b>Deferred tax in the balance sheet</b>	<b>0</b>

### Basis for income tax expense, changes in deferred tax and tax payable

Result before taxes	-868 563
Permanent differences	797 728
<b>Basis for the tax expense for the year</b>	<b>-70 835</b>
Change in temporary differences	0
<b>Basis for payable taxes in the income statement</b>	<b>70 835</b>
+/- Group contributions received/given	0
<b>Taxable income (basis for payable taxes in the balance sheet)</b>	<b>-70 835</b>

### Components of the income tax expense

Payable tax on this year's result	0
<b>Total payable tax</b>	<b>0</b>
Change in deferred tax	0
Change in deferred tax due to change in tax rate	0
<b>Tax expense</b>	<b>0</b>

### Payable taxes in the balance sheet

Payable tax in the tax charge	0
<b>Payable tax in the balance sheet</b>	<b>0</b>



Viken Fleet II AS

Notes to the financial statements

## Note 9 Specification of financial income and expenses

### Parent company

<b>Other financial income</b>	<b>2018</b>
Currency gains	112
<b>Total financial income</b>	<b>112</b>

<b>Other financial expenses</b>	<b>2018</b>
Currency losses	113
<b>Total financial expenses</b>	<b>113</b>

### Group

<b>Other financial income</b>	<b>2018</b>
Currency gains	495
<b>Total financial income</b>	<b>495</b>

<b>Other financial expenses</b>	<b>2018</b>
Currency losses	1 068
<b>Total financial expenses</b>	<b>1 068</b>