

# Quarterly Report Consolidated Boa Offshore AS 2Q - 2014

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# CONSOLIDATED BOA OFFSHORE AS

## CEO'S REPORT – 2Q 2014

### General Information

The unaudited interim accounts are prepared in accordance with NGAAP.

### Nature and location of activities:

Boa Offshore AS is the parent and the management company of the Boa Offshore Group ("Group"). The company also invests in shipping and offshore related companies. The Group is comprised of several ship owning companies within the following segments; tugboats, barges and offshore vessels. The tugboat activity, including salvaging, operates along the Norwegian coast and the North Sea. The barge fleet consists of larger barges operated internationally, and the offshore department manages offshore support vessels within construction and oil exploration, operating worldwide. The management is located in Trondheim. An American subsidiary located in Houston is currently engaged in the Gulf of Mexico operating chartered construction vessels in addition to the Group's vessels.

### Review of second quarter 2014 accounts:

Operating income in the period was NOK 418,4 million (NOK 302,3 million in the same period 2013).

EBITDA for the period was NOK 100,0 million (NOK 115,0 million).

Operating expenses was NOK 360,6 million (NOK 222,3 million).

Operating Profit/EBIT was NOK 57,8 million (NOK 80,0 million).

Net financial items was - NOK 50,6 million (- NOK 66,2 million).

Profit before tax was NOK 7,0 million (NOK 13,9 million).

### Cash flow in the period

Net cash flow from operating activities was NOK 40,5 million (- NOK 40,7 million).

Net cash flow from investing activities was - NOK 231,3 million (- NOK 47,2 million).

Net cash flow from financing activities was NOK 27,3 million (NOK 172,1 million).

Net change in cash was - NOK 163,5 million (NOK 84,2 million).

### Balance sheet 30.06.2014

Total assets per 30.06.2014 were NOK 5 131 million (NOK 4 149 million per 30.06.2013). Interest bearing debt was NOK 2 979 million (NOK 2 112 million), and the equity NOK 1 541 million (NOK 1 466 million). The equity ratio decreased to 30,0 % (35,3 % per 30.06.2013).

Cash and Cash equivalents per 30.06.2014 were NOK 518 million (NOK 375 million per 30.06.2013).

The value adjusted equity ratio for Boa Offshore per 30.06.2014 was 46,5 % and the NIBD/EBITDA ratio was 5,83 (EBITDA last 12 months/4 quarters).

### Financial risk:

#### Market risk:

The Group is susceptible to changes in currency rates considering that the Group's earnings and long-term financing is partly in foreign currency. However, the currency risk is reduced somewhat since the operating costs of the Group are in the same currency. The Group continually considers entering into forward contracts and other

agreements in order to reduce the currency risk. By 30.06.2014 the total of the group's interest bearing debt was NOK 2 979 million where of NOK 600 million is secured by interest rate swap agreements.

*Credit risk:*

The risk that the other contracting party will not have the financial means to meet its obligations is considered low. Agreements have not been made for set-offs or other financial tools to minimise the Group's credit risk.

*Liquidity risk:*

The group's liquidity position as of 30.06.2014 is NOK 518 million. The initiated new-building program is fully financed with both short-term construction loans and long-term financing. The parent company has 2 bonds of a total of MNOK 559 listed at Oslo Stock Exchange ABN. The bond has maturity date in 2015 (NOK 59 million) and 2018 (NOK 500 million). The total of outstanding bonds as of 30.06.2014 was MNOK 1 914.

**Events after the balance sheet date:**

There have been no events after the end of the financial period that would have material impact on the evaluation of the Group's profit and loss account or balance sheet as per 30.06.2014.

**Future Development:**

Boa keeps its long-term positive fundamental view of the offshore markets it operates within, and expects a stable to growing demand for its fleet and services in the years ahead. In the short-term several oil companies have announced reduced growth and moderation in their investment plans, in a historical view, the level of investments is still high. Part of the reason for the announced moderated growth plans relates to escalating costs within several offshore service segments, not necessarily linked to the segments Boa Offshore operates within. Evidence of decreasing costs in certain segments of the value chain has already been seen, this could eventually again spur organic growth for oil companies. A number of large offshore projects have already commenced the development phase or have been sanctioned, which will ensure stable and good activity in the coming years. Assuming the oil price remains above the current level (ref above USD100/bl) and that the global oil demand continues to increase, the long-term outlook for the offshore industry remains promising.

The Group's strategy remains to focus on a modern fleet of large offshore vessels adapting to new demands from customers and the increased activity in offshore developments. The Group seeks to balance the contract portfolio between spot and long-term contracts.

**Statement from the CEO**

I hereby declare that to the best of my knowledge the interim accounts for the second quarter of 2014 are prepared in accordance with NGAAP – Interim financial reporting, and that the information in the financial statements gives a true picture of the company's assets, liabilities, financial position and result as a whole, as well as the most important risk and uncertainty factors to which the company might be exposed in the next financial period.

Trondheim, 29.08.2014

  
Helge Kvalvik  
CEO

# Consolidated Income Statement

## Boa Offshore AS

Figures in 1 000 NOK

	Note	Q2 2014	YTD 2014	Q2 2013	YTD 2013
<b>Operating income and operating expenses</b>					
Operating income	2	418 087	772 658	302 241	583 542
Other operating income	2	289	699	56	107
<b>Operating income</b>		<b>418 376</b>	<b>773 357</b>	<b>302 297</b>	<b>583 649</b>
Operating cost ships		247 493	436 066	115 864	220 486
Payroll expenses		63 695	123 486	59 980	124 555
Depreciation	3	42 292	82 636	34 956	69 989
Write down on tangible assets		-	-	5	5
Other operating expenses		7 141	12 241	11 459	29 881
<b>Operating expenses</b>		<b>360 622</b>	<b>654 429</b>	<b>222 265</b>	<b>444 917</b>
<b>Operating profit</b>		<b>57 755</b>	<b>118 928</b>	<b>80 033</b>	<b>138 732</b>
Financial income and expenses					
Interest income from group entities		2 027	4 156	1 916	3 786
Other interest income		1 042	1 261	-2 867	745
Other financial income		8 240	19 233	15 111	26 557
Interest expense to group entities		179	360	231	478
Other interest expenses		49 634	99 241	56 275	96 933
Other financial expenses		12 227	20 769	23 836	35 965
<b>Net financial income and expenses</b>		<b>-50 731</b>	<b>-95 721</b>	<b>-66 183</b>	<b>-102 289</b>
<b>Operating result before tax</b>		<b>7 024</b>	<b>23 207</b>	<b>13 850</b>	<b>36 443</b>
Tax on ordinary result		2 190	2 207	-148	1 353
<b>Operating result</b>		<b>4 834</b>	<b>21 001</b>	<b>13 998</b>	<b>35 090</b>

# Consolidated Balance Sheet

## Boa Offshore AS

Figures in 1 000 NOK

Assets	Note	30.06.2014	30.06.2013	31.12.2013
<b>Fixed assets</b>				
<b>Intangible fixed assets</b>				
Deferred tax asset		178 038	161 284	177 335
<b>Total intangible assets</b>		<b>178 038</b>	<b>161 284</b>	<b>177 335</b>
<b>Tangible fixed assets</b>				
Buildings and land	3	1 447	1 447	1 447
Ships	3	1 905 075	2 034 503	1 976 156
Equipment and other movables	3	5 331	2 281	3 298
Newbuilding contracts	3	1 708 121	1 157 997	1 417 040
<b>Total tangible fixed assets</b>		<b>3 619 974</b>	<b>3 196 228</b>	<b>3 397 941</b>
<b>Financial fixed assets</b>				
Loans to group companies		153 468	121 193	144 175
Investments in shares		410	410	410
Other receivables		211 674	18 479	191 496
<b>Total financial fixed assets</b>		<b>365 552</b>	<b>140 082</b>	<b>336 081</b>
<b>Total fixed assets</b>		<b>4 163 565</b>	<b>3 497 594</b>	<b>3 911 356</b>
<b>Current assets</b>				
Inventories		2 487	2 546	2 709
<b>Debtors</b>				
Accounts receivables		320 391	167 102	246 224
Loan to group companies		371	0	2 275
Other receivables		125 368	106 726	58 197
<b>Total debtors</b>		<b>446 130</b>	<b>273 828</b>	<b>306 696</b>
<b>Investments</b>				
Bonds		340	334	340
<b>Total investments</b>		<b>340</b>	<b>334</b>	<b>340</b>
Cash and bank deposits		518 222	374 860	748 201
<b>Total current assets</b>		<b>967 180</b>	<b>651 569</b>	<b>1 057 946</b>
<b>Total assets</b>		<b>5 130 744</b>	<b>4 149 163</b>	<b>4 969 303</b>

# Consolidated Balance Sheet

## Boa Offshore AS

Figures in 1 000 NOK

	Note	30.06.2014	30.06.2013	31.12.2013
<b>Equity and liabilities</b>				
<b>Restricted equity</b>				
Share capital	4	2 500	2 500	2 500
Share premium	4	74 447	74 447	74 447
Other restricted equity	4	3 106	3 106	3 106
<b>Total restricted equity</b>		<b>80 053</b>	<b>80 053</b>	<b>80 053</b>
<b>Retained earnings</b>				
Other equity	4	1 461 385	1 386 432	1 407 159
<b>Total retained earnings</b>		<b>1 461 385</b>	<b>1 386 432</b>	<b>1 407 159</b>
<b>Total equity</b>		<b>1 541 437</b>	<b>1 466 485</b>	<b>1 487 211</b>
<b>Liabilities</b>				
<b>Provisions</b>				
Other provisions	1	0	71 259	79 310
<b>Total provisions</b>		<b>0</b>	<b>71 259</b>	<b>79 310</b>
<b>Other long-term liabilities</b>				
Bonds	5	1 914 200	1 600 000	1 961 700
Liabilities to financial institutions	5	1 059 660	511 868	912 380
Liabilities to group companies		11 804	2 241	11 474
Other long term liabilities	5	5 475	0	5 925
<b>Total of other long term liabilities</b>		<b>2 991 139</b>	<b>2 114 109</b>	<b>2 891 479</b>
<b>Current liabilities</b>				
Liabilities to financial institutions		0	1 277	1 234
Trade creditors		390 789	411 744	386 302
Liabilities to group companies		30	0	12 227
Tax payable		-2 045	763	15 604
Public duties payable		9 123	6 331	7 943
Other short term liabilities		200 272	77 195	87 992
<b>Total short term liabilities</b>		<b>598 168</b>	<b>497 310</b>	<b>511 303</b>
<b>Total liabilities</b>		<b>3 589 307</b>	<b>2 682 678</b>	<b>3 482 092</b>
<b>Total equity and liabilities</b>		<b>5 130 744</b>	<b>4 149 163</b>	<b>4 969 303</b>

# Consolidated Cash flow statement

## Boa Offshore AS

Figures in 1 000 NOK

<b>Cash flow from operating activities</b>		<b>Q2 2014</b>	<b>YTD 2014</b>	<b>Q2 2013</b>	<b>YTD 2013</b>
Profit before income taxes		7 024	23 207	13 850	36 443
Income tax payable		-10 454	-17 649	-9 826	-19 209
Depreciation and write-down		42 292	82 636	34 962	69 994
Gain on sale of tangible fixed assets		0	33	234	1 637
Currency gain/-loss		6 107	2 200	3 582	12 491
Changes in inventories		6 314	222	473	875
Changes in trade receivables		-79 717	-74 167	14 920	-2 415
Changes in other receivables		-16 380	-87 349	-9 643	-45 337
Changes in trade creditors		21 122	4 487	-45 662	-22 950
Changes in receivables from subsidiaries		-14 180	-19 256	-30 082	-30 957
Changes in other short-term liabilities		78 369	102 717	-2 635	-16 069
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>40 500</b>	<b>99 851</b>	<b>-29 825</b>	<b>-15 497</b>
<b>Cash flow from investing activities</b>					
Sale of tangible fixed assets		0	5 445	0	55 722
Purchase of tangible fixed assets		-231 332	-353 090	-72 505	-73 621
Purchase of financial fixed assets		0	0	-302	-10 886
Changes in other investments		0	-6	14 706	14 706
<b>Net cash flow from investing activities</b>	<b>B</b>	<b>-231 332</b>	<b>-347 651</b>	<b>-58 101</b>	<b>-14 079</b>
<b>Cash flow from financing activities</b>					
Raised long term liabilities		59 515	157 480	483 500	495 000
Paid in long term liabilities		-32 225	-60 349	-320 598	-380 022
Changes in liabilities		0	-79 310	8 096	6 861
Paid in share capital		0	0	1 100	63 000
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>27 290</b>	<b>17 821</b>	<b>172 098</b>	<b>184 839</b>
Net changes in cash and cash equivalents	<b>A+B+C</b>	<b>-163 542</b>	<b>-229 979</b>	<b>84 171</b>	<b>155 263</b>
Cash and cash equivalent start at period		<b>681 764</b>	<b>748 201</b>	<b>290 690</b>	<b>219 597</b>
<b>Cash and cash equivalents at end of period</b>		<b>518 222</b>	<b>518 222</b>	<b>374 860</b>	<b>374 860</b>

# Income Statement

## Boa Offshore AS

Figures in 1 000 NOK

	Note	Q2 2014	YTD 2014	Q2 2013	YTD 2013
<b>Operating income and operating expenses</b>					
Operating income	2	11 310	22 787	15 222	19 808
Other operating income	2	49 789	93 272	45 277	88 448
<b>Operating Income</b>		<b>61 100</b>	<b>116 059</b>	<b>60 499</b>	<b>108 256</b>
Operating cost ships		1 089	1 610	6 063	7 619
Payroll expenses		42 370	84 499	34 657	72 791
Depreciation	3	333	800	671	1 343
Write down on tangible assets		-	-	5	5
Other operating expenses		7 940	15 722	3 876	10 047
<b>Operating expenses</b>		<b>51 732</b>	<b>102 632</b>	<b>45 273</b>	<b>91 805</b>
<b>Operating profit</b>		<b>9 367</b>	<b>13 428</b>	<b>15 226</b>	<b>16 451</b>
Financial income and expenses					
Interest income from group entities		20 935	40 592	17 461	34 634
Other interest income		34	63	-3 285	118
Other financial income		1 341	1 598	3 645	3 645
Depreciation of other financial current assets		-	-	3 554	3 554
Depreciation of other financial fixed assets		-	-	-627	-
Interest expense to group entities		16 813	33 506	18 051	35 016
Other interest expenses		12 364	24 599	2 201	3 971
Other financial expenses		2 035	2 468	2 667	3 082
<b>Net financial income and expenses</b>		<b>-8 903</b>	<b>-18 319</b>	<b>-8 026</b>	<b>-7 227</b>
<b>Operating result before tax</b>		<b>464</b>	<b>-4 891</b>	<b>7 200</b>	<b>9 223</b>
Tax on ordinary result		-	2	-	-
<b>Operating result</b>		<b>464</b>	<b>-4 893</b>	<b>7 200</b>	<b>9 223</b>



# Balance sheet

## Boa Offshore AS

Figures in 1 000 NOK

	Note	30.06.2014	30.06.2013	31.12.2013
<b>Fixed assets</b>				
<b>Intangible assets</b>				
Deferred tax asset		206 707	214 553	206 707
<b>Total intangible assets</b>		<u>206 707</u>	<u>214 553</u>	<u>206 707</u>
<b>Tangible fixed assets</b>				
Buildings and land	3	1 447	1 447	1 447
Vessels	3	4 457	13 174	10 067
Equipment and other movables	3	3 041	360	1 475
<b>Total tangible fixed assets</b>		<u>8 945</u>	<u>14 981</u>	<u>12 988</u>
<b>Financial fixed assets</b>				
Investments in subsidiaries		297 125	297 125	297 125
Loans to group companies		1 288 544	943 892	1 096 946
Investments in shares		160	160	160
Other receivables		18 750	4 771	5 928
<b>Total financial fixed assets</b>		<u>1 604 580</u>	<u>1 245 949</u>	<u>1 400 159</u>
<b>Total fixed assets</b>		<u>1 820 232</u>	<u>1 475 483</u>	<u>1 619 855</u>
<b>Current assets</b>				
Inventories		0	110	209
<b>Receivables</b>				
Trade receivables		7 766	8 695	8 179
Loans to group companies		41 172	42 826	55 418
Other receivables		4 656	8 617	11 396
<b>Total receivables</b>		<u>53 595</u>	<u>60 138</u>	<u>74 992</u>
Cash and bank deposits		237 339	107 377	393 375
<b>Total current assets</b>		<u>290 934</u>	<u>167 625</u>	<u>468 577</u>
<b>Total assets</b>		<u>2 111 166</u>	<u>1 643 108</u>	<u>2 088 431</u>

# Balance sheet

## Boa Offshore AS

Figures in 1 000 NOK

	Note	30.06.2014	30.06.2013	31.12.2013
<b>Equity and liabilities</b>				
<b>Restricted equity</b>				
Share capital	4	2 500	2 500	2 500
Share premium	4	74 447	74 447	74 447
Other restricted equity	4	3 106	3 106	3 106
<b>Total restricted equity</b>		<b>80 053</b>	<b>80 053</b>	<b>80 053</b>
<b>Retained earnings</b>				
Other equity	4	223 662	237 142	233 102
<b>Total retained earnings</b>		<b>223 662</b>	<b>237 142</b>	<b>233 102</b>
<b>Total equity</b>		<b>303 715</b>	<b>317 195</b>	<b>313 154</b>
<b>Liabilities</b>				
<b>Provisions</b>				
Other provisions		0	384	528
<b>Total provisions</b>		<b>0</b>	<b>384</b>	<b>528</b>
<b>Other long term liabilities</b>				
Bonds	5	559 200	150 000	559 200
Liabilities to financial institutions		8 771	20 768	15 022
Liabilities to subsidiaries		1 172 036	1 101 849	1 161 199
<b>Total other long term liabilities</b>		<b>1 740 007</b>	<b>1 272 617</b>	<b>1 735 421</b>
<b>Current liabilities</b>				
Trade creditors		2 517	3 771	4 437
Liabilities to subsidiaries		47 473	34 881	13 729
Tax payable		-1 350	0	0
Public duties payable		6 752	5 028	7 008
Other short term liabilities		12 053	9 233	14 154
<b>Total short term liabilities</b>		<b>67 444</b>	<b>52 913</b>	<b>39 328</b>
<b>Total liabilities</b>		<b>1 807 451</b>	<b>1 325 913</b>	<b>1 775 277</b>
<b>Total liabilities and equity</b>		<b>2 111 166</b>	<b>1 643 108</b>	<b>2 088 431</b>

# Cash flow statement

## Boa Offshore AS

Figures in 1 000 NOK

<b>Cash flow from operating activities</b>		<b>Q2 2014</b>	<b>YTD 2014</b>	<b>Q2 2013</b>	<b>YTD 2013</b>
Profit before income taxes		464	-4 891	7 199	9 223
Income tax payable		0	-362	-20	-20
Depreciation and write-down		333	800	677	1 348
Gain on sale of tangible fixed assets		0	33	0	0
Write-down of financial fixed assets		0	0	3 554	3 554
Currency gain/-loss		0	0	-202	0
Changes in inventories		158	209	42	-9
Changes in trade receivables		-1 715	413	-3 642	-5 894
Changes in other receivables		-2 500	-6 083	4 918	1 498
Changes in trade creditors		-838	-1 920	-1 887	-1 275
Changes in receivables from subsidiaries		-109 757	-132 772	-12 276	-40 795
Changes in other short-term liabilities		686	-3 347	827	-789
<b>Net cash flow from operating activities</b>	<b>A</b>	<b>-113 168</b>	<b>-147 392</b>	<b>-810</b>	<b>-33 159</b>
<b>Cash flow from investing activities</b>					
Sale of tangible fixed assets		0	5 445	0	0
Purchase of tangible fixed assets		-1 759	-1 809	0	0
Purchase of financial fixed assets		0	0	-1 624	-3 554
<b>Net cash flow from investing activities</b>	<b>B</b>	<b>-1 759</b>	<b>3 636</b>	<b>-1 624</b>	<b>-3 554</b>
<b>Cash flow from financing activities</b>					
Raised long term liabilities		0	0	75 000	75 000
Paid in long term liabilities		-5 186	-6 251	-4 171	-5 171
Changes in liabilities		0	-528	-13	58
Group contribution		0	-5 500	9 465	17 931
Paid in share capital					
<b>Net cash flow from financing activities</b>	<b>C</b>	<b>-5 186</b>	<b>-12 279</b>	<b>80 281</b>	<b>87 818</b>
Net changes in cash and cash equivalents	<b>A+B+C</b>	<b>-120 114</b>	<b>-156 035</b>	<b>77 847</b>	<b>51 105</b>
Cash and cash equivalent start at period		<b>357 453</b>	<b>393 374</b>	<b>29 530</b>	<b>56 273</b>
<b>Cash and cash equivalents at end of period</b>		<b>237 339</b>	<b>237 339</b>	<b>107 377</b>	<b>107 377</b>

## Notes to 2Q 2014 report

### Note 1 Accounting principles / general information

The quarterly report is unaudited and is prepared in compliance with NGAAP using the same principles as in the last financial year, except the following explained change of principle.

#### Change of principle - classification cost

##### Former principle

The group companies were making allocations for class costs. The allocations were made based on estimated time for next periodic class survey. Changes in estimates were spread over the remaining period up to the next drydocking.

##### New principle

From 01.01.2014 the cost of periodic maintenance of vessels is capitalized as dry-docking costs and depreciated over the useful lifetime of the parts replaced.

#### Miscellaneous

All figures in the notes are quoted in NOK 1 000.

#### Events after the balance date

There have been no significant events taking place after the balance date.

### Note 2 Segments

#### Consolidated

	OCV vessels*	Seismic vessels*	Barges	Other / elimination	Total
Operating income	169 113	64 105	169 943	370 197	773 357
EBITDA	111 496	29 516	48 998	11 554	201 564
EBIT	71 653	11 582	32 613	3 079	118 928

\* OCV vessels is the Boa Deep C & Boa Sub C, Seismic vessels is the Boa Thalassa & Boa Galatea.

### Note 3 Fixed assets - consolidated

	Vessels	Drydocking	Newbuilding contracts	Equipment	Buildings and land	Sum
Acquisition cost 01.01.14	2 672 123	64 936	1 439 259	10 176	1 447	4 187 941
Additions	56 631	52 028	292 226	2 764		403 650
Disposals	-13 143		-1 460	0		-14 604
Corr. due to change of princ.	-128 172					-128 172
<b>Acquisition cost 30.06.14</b>	<b>2 587 439</b>	<b>116 965</b>	<b>1 730 024</b>	<b>12 940</b>	<b>1 447</b>	<b>4 448 815</b>
Accumulated depr. 01.01.14	760 904		22 219	6 814	0	789 937
Acc. depreciation disposals	-7 665		-315	0		-7 980
Depreciation this period	67 616	14 227		795		82 638
Corr. due to change of princ.	-35 754					-35 754
<b>Accum. depr. 30.06.14</b>	<b>785 101</b>	<b>14 227</b>	<b>21 904</b>	<b>7 609</b>	<b>0</b>	<b>828 842</b>
<b>Book value 30.06.14</b>	<b>1 802 338</b>	<b>102 737</b>	<b>1 708 121</b>	<b>5 331</b>	<b>1 447</b>	<b>3 619 974</b>

Economic life	10-25 years		5 years
Depreciation schedule	Linear	Linear	Linear

Annual lease amount on fixed assets not included on the balance sheet

	206 952
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Notes to 2Q 2014 report

**Note 4 Shareholder's equity**

**Parent company**

	Share capital	Share premium	Other restricted equity	Other equity	Total
Equity 01.01.14	2 500	74 447	3 106	233 102	313 154
Profit of the year				-4 891	-4 891
Dividends				-5 500	-5 500
Change of principles				953	953
<b>Equity 30.06.14</b>	<b>2 500</b>	<b>74 447</b>	<b>3 106</b>	<b>223 664</b>	<b>303 715</b>

**Consolidated**

**This years change in equity**

<b>Book equity 01.01.14</b>	<b>1 487 211</b>
Year result	21 001
Dividends	-5 500
Currency differences subsidiaries	455
Subsidiaries	2 026
Change of principles	36 244
<b>Book equity 30.06.14</b>	<b>1 541 437</b>

	Share capital	Share premium	Other restricted equity	Other equity	SUM
Equity 01.01.14	2 500	74 447	3 106	1 407 159	1 487 211
Profit of the year				21 001	21 001
Dividends				-5 500	-5 500
Adjustments to equity				38 725	38 725
<b>Equity end 30.06.14</b>	<b>2 500</b>	<b>74 447</b>	<b>3 106</b>	<b>1 461 385</b>	<b>1 541 437</b>

**Note 5 Long term liabilities**

**Parent company**

Instalments of debt falling due more than 5 years from the balance date:

	2014	2015	2016	2017	2018	→
Instalments	2 000	63 200	2 771	0	500 000	0

**Consolidated**

Instalments of debt falling due more than 5 years from the balance date:

	2014	2015	2016	2017	2018	→
Instalments	57 459	189 769	935 241	70 044	863 567	358 016

A MNOK 175 loan in Boa PSV AS and a MNOK 390 loan in NFDS Offshore 1 AS are both a combined construction- and Long term loan, and as such not included in the above table.

**Note 6 Consolidated Income statement - summary**

	2Q 2014	YTD 2014	2Q 2013	YTD 2013
<b>Operating income</b>	<b>418 376</b>	<b>773 357</b>	<b>302 297</b>	<b>583 649</b>
Operating expences	318 330	571 793	187 304	374 923
<b>EBITDA</b>	<b>100 046</b>	<b>201 564</b>	<b>114 993</b>	<b>208 726</b>
EBITDA %	24 %	26 %	38 %	36 %
Depreciation	42 292	82 636	34 961	69 994
<b>EBIT</b>	<b>57 754</b>	<b>118 928</b>	<b>80 033</b>	<b>138 732</b>
Net finance	-50 731	-95 721	-66 183	-102 289
<b>Pre tax profit</b>	<b>7 024</b>	<b>23 207</b>	<b>13 850</b>	<b>36 443</b>
Tax	2 190	2 207	-148	1 353
<b>Net profit</b>	<b>4 834</b>	<b>21 001</b>	<b>13 998</b>	<b>35 090</b>

## Notes to 2Q 2014 report

### Note 7 Interest bearing debt / equity

Key figures	30.06.2014	30.06.2013	31.12.2013
Interest bearing debt	2 979 335	2 111 868	2 880 005
Cash and cash equivalents	518 222	374 860	748 201
Net Interest Bearing Debt (NIBD)	2 461 113	1 737 008	2 131 804
NIBD / EBITDA *	5,83	4,21	4,96
* Last four quarters			
Booked equity ratio	30,0 %	35,3 %	29,9 %
Value adjusted equity ratio	46,5 %	52,5 %	46,8 %