



GC Rieber Shipping ASA

Fourth quarter 2020 (unaudited)

Interim report



GC RIEBER

Highlights fourth quarter 2020

- Fleet utilisation of 81%¹
- Net loss of NOK 44.9 million, compared with a net profit of NOK 7.6 million in the corresponding period of 2019
- Impairment of Subsea & Renewables vessels of NOK 37.1 million
- Shearwater² refinanced a majority of the company's outstanding debt and converted a vendor note related to the CGG transaction completed January 2020. Related share issues resulted in a non-cash loss of NOK 21.6 million for GC Rieber Shipping.
- Contract backlog of NOK 163 million as of 1 January 2021³
- New short-term charter for Polar Queen in the walk-to-work market, completed in December
- Shearwater has been awarded several new contracts for marine seismic acquisition projects

Events after the end of the period

- Shearwater awarded new 3D contracts in South East Asia and Western Australia

Key figures (Unaudited)

Figures in NOK million	Q4 2020	Q4 2019	31.12.2020	31.12.2019
Operating income	27.8	43.1	233.7	257.3
EBITDA	1.9	42.3	100.9	86.9
EBIT	-53.6	14.8	-463.0	67.0
Profit before tax	-44.7	7.4	-495.2	14.1
Net profit in the period	-44.9	7.6	-495.3	14.4
Earnings per share	-0.52	0.09	-5.75	0.17
Equity ratio	60.0%	60.1%	60.0%	60.1%
Fleet capacity utilisation	81%	84%	90%	92%
Number of shares (million)	86.1	86.1	86.1	86.1

¹ Excluding marine seismic

² Shearwater GeoServices Holding AS, owned 17% by GC Rieber Shipping

³ Excluding marine seismic and charterers' extension options, including all contracts secured up until the reporting date for this interim report

Operational review

GC Rieber Shipping is a shipowner and project-house with focus on developing profitable and sustainable maritime projects.

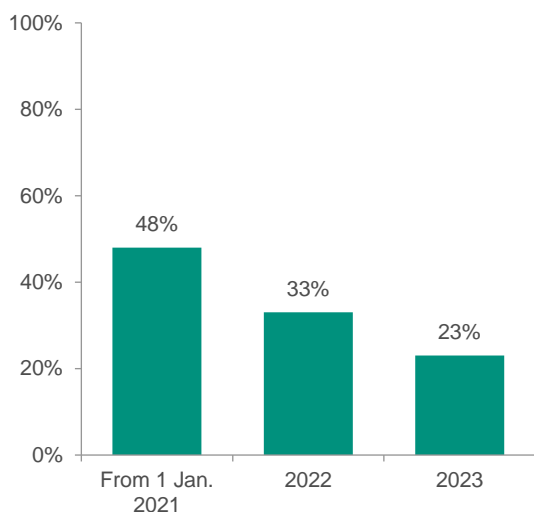
The company is listed on Oslo Stock Exchange with the ticker RISH. Further information is available on the company's website www.gcrieber-shipping.com.

Capacity utilisation and contract backlog

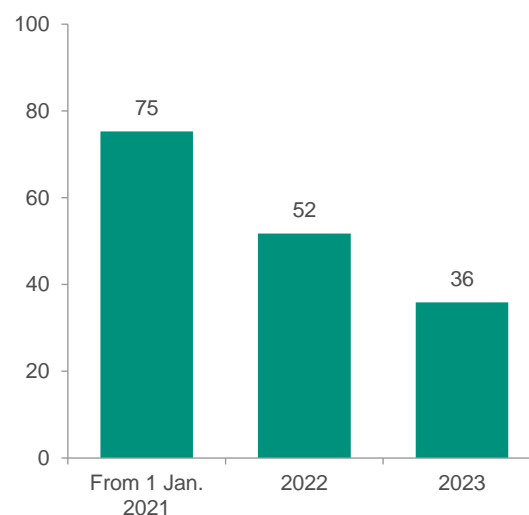
The fleet capacity utilisation was 81% in the fourth quarter of 2020, compared to 84% in the corresponding period of 2019.⁴

When including all contracts secured up until the reporting date for the fourth quarter, contract backlog was NOK 163 million as of 1 January 2021, compared with NOK 302 million reported as of 1 January 2020.⁵ As of 1 January 2021 contract coverage for 2021, 2022 and 2023 was 48%, 33% and 23%, respectively.

Contract coverage



Contract backlog (figures in NOK million)



Contract updates in the fourth quarter of 2020

- New short-term contract for Polar Queen for a Tier 1 client in Europe for work in an offshore wind park from mid-November 2020, following another short-term charter for the same client in October 2020. The charter was completed in December.
- Shearwater awarded several new acquisition projects in Europe, Asia, Africa and South America.

⁴ Excluding marine seismic

⁵ Excluding marine seismic and charterers' extension options

Shearwater

Shearwater has signed new debt and guarantee facilities totalling USD 437 million with its lenders. The new facilities have two- and four-years maturities. They replace approximately USD 500 million of debt under the old structure, effectively refinancing all corporate facilities except for the net liabilities assumed as part of the acquisition of the CGG S.A. (CGG) vessels in January 2020. As part of the refinancing, Shearwater's existing shareholders contributed with USD 25 million of new equity. GC Rieber Shipping did not participate in the share issue.

Following the refinancing, GC Rieber Shipping was released from the guarantees provided upon establishment of Shearwater as described in GC Rieber Shipping's annual reports.

In the fourth quarter, Shearwater and CGG jointly agreed to suspend the negotiations of the planned marine streamer technology partnership announced in January 2020. The parties jointly agreed to settle a vendor note related to the transaction by issuing new Shearwater shares to CGG in accordance with the agreement signed in January 2020.

GC Rieber Shipping booked a non-cash loss of NOK 21.6 million as a result of the two share issues, and the ownership in Shearwater was reduced from 19% to 17%.

Financial review (Unaudited)

Accounting principles

This interim report has been prepared in accordance with IAS 34 «Interim Financial Reporting» and follows the same accounting principles as in the annual financial statement.

Operating income

GC Rieber Shipping had operating income of NOK 27.8 million in the fourth quarter of 2020, compared with NOK 43.1 million in the corresponding period of 2019.

Preliminary operating income for 2020 was NOK 233.7 million, compared with NOK 257.3 million in 2019.

EBITDA

EBITDA for GC Rieber Shipping amounted to NOK 1.9 million in the fourth quarter of 2020, compared with NOK 42.3 million in the fourth quarter of 2019. The year-on-year decrease in EBITDA is explained by the sale of Polar King which had full utilisation in the corresponding quarter of 2019, and the loss following the share issues in Shearwater in the fourth quarter of 2020.

GC Rieber Shipping's preliminary EBITDA for 2020 was NOK 100.9 million, including a net gain (non-cash) from the share issues in Shearwater of NOK 31.1 million, compared with an EBITDA of NOK 86.9 million in 2019.

Impairment

As at 31 December 2020, the company obtained vessel market values from three reputable brokers for the vessels in the Subsea & Renewables segment and performed impairment testing of the assets in the balance sheet.

Based on these assessments, the fair value for Polar Onyx was set at the average of the two brokers with the lowest market values, which resulted in an impairment of NOK 37.1 million in the fourth quarter. The assessment did not indicate further impairment of Polar Queen.

For 2020, total impairment of Subsea & Renewables asset values was NOK 459.1 million, representing the significant industry uncertainties due to the COVID-19 outbreak and volatile oil price.

The company emphasises that there are significant uncertainties regarding the fair values under the current market conditions.

Net financial items

The group does not use hedge accounting for currency exchange rates. As a result, exchange rate variations between USD and NOK may have a significant impact on the accounts, in accordance with IAS 39. Unrealised currency gain/loss has no cash effect for the group.

Net financial items were positive NOK 8.8 million in the fourth quarter of 2020, including a positive IFRS-9 effect of NOK 4.1 million from the refinancing in September 2020. Net financial items in the corresponding period of 2019 was negative NOK 7.5 million. Unrealised currency gain was NOK 13.5 million for the current period, compared with an unrealised currency gain of NOK 3.9 million for the same period of 2019.

Profit for the period

GC Rieber Shipping had a net loss of NOK 44.9 million in the fourth quarter of 2020, compared with a net profit of NOK 7.6 million for the corresponding period of 2019.

The preliminary annual result for 2020 gives a net loss of NOK 495.3 million, compared with a net profit of NOK 14.4 million in 2019.

Cash flow

Cash flow from operational activities in the fourth quarter of 2020 was negative NOK 17.6 million, compared with positive NOK 9.9 million in the fourth quarter of 2019.

Cash flow from investment activities was positive NOK 13.5 million in the quarter, compared with a positive cash flow of NOK 0.9 million for the corresponding period of 2019.

Cash flow from financing activities was negative NOK 6.8 million in the fourth quarter of 2020 and reflected payment of interests and instalments on the group's existing loans. Cash flow from financing activities in the corresponding period of 2019 was negative by NOK 16.1 million.

Net cash flow in the quarter was negative NOK 10.9 million.

Net cash flow for the full year 2020 was positive NOK 28.9 million, yielding a cash holding of NOK 240.4 million as at 31 December 2020.

Liquidity and financing

GC Rieber Shipping was in compliance with its financial covenants at 31 December 2020 and has been throughout 2020.

Interest-bearing liabilities	31.12.2020	31.12.2019
Liabilities at end period (NOK million)	807.9	1,121.6
Average liabilities YTD (NOK million)	1,095.0	1,203.1
Average interest incl. margin YTD	3.63%	4.18%
Proportion of liabilities in USD	100%	100%

Liquid assets	31.12.2020	31.12.2019
Bank and interest-bearing securities (NOK million)	240.4	211.5

As at 31 December 2020, GC Rieber Shipping had cash and bank deposits of NOK 240.4 million in addition to restricted cash of NOK 8.5 million classified as long-term receivables, up from NOK 211.5 million as at 31 December 2019. Net liabilities (liquid assets minus interest-bearing liabilities) amounted to NOK 567.5 million, compared with net liabilities of NOK 910.0 million as at 31 December 2019.

Equity

GC Rieber Shipping had a book equity of NOK 1,277.6 million as at 31 December 2020, corresponding to an equity ratio of 60.0%, compared to 60.1% at the end of December 2019.

Segments

Subsea & Renewables

The company owns two vessels within the Subsea & Renewables segment. The vessels are primarily designed for inspection, maintenance and repair of subsea installations, but have also demonstrated attractive capabilities for the offshore renewables market.

Polar Onyx is on a three-year charter for DeepOcean BV which commenced in February 2018, while Polar Queen has had two short-term charters in the fourth quarter of 2020, both within offshore wind.

Key figures (in NOK million)	Q4 2020	Q4 2019	31.12.2020	31.12.2019
Operating income	27.8	43.1	233.7	228.5
EBITDA	-4.5	8.7	55.3	53.8
EBIT	-59.9	-18.8	-508.6	-64.6
Capacity utilisation (in %)	66%	67%	84%	85%

GC Rieber Shipping had a capacity utilisation of 66% for the Subsea & Renewables vessels in the fourth quarter of 2020, compared with 67% in the corresponding period of 2019.

Operating income amounted to NOK 27.8 million in the fourth quarter of 2020, compared with NOK 43.1 million in the fourth quarter of 2019 when the fleet included one additional vessel. EBITDA amounted to negative NOK 4.5 million, compared with NOK 8.7 million in the corresponding period of 2019. EBIT amounted to negative NOK 59.9 million in the period, including impairment of Polar Onyx of NOK 37.1 million. EBIT in the fourth quarter of 2019 was negative NOK 18.8 million.

Ice/Support

There are currently no vessels reported under the Ice/Support segment.

Key figures (in NOK million)	Q4 2020	Q4 2019	31.12.2020	31.12.2019
Operating income	0	0.0	0	28.9
EBITDA	0	0.0	0	24.3
EBIT	0	0.0	0	122.7
Capacity utilisation (in %)	-	-	-	100%

Joint Ventures and Associated Company

Joint Ventures - Ice/Support

The ice-breaker Polar Pevek is owned through a 50/50 joint venture with Maas Capital Offshore. The crew boats Polar Piltun and Polar Baikal are owned through a 50/50 joint venture with MG Holding (Cyprus) Limited. GC Rieber Shipping's 50% stake is reported in the profit and loss statement under «Profit from joint ventures and associates».

Polar Pevek is chartered to Exxon Neftegas until September 2023 and operates out of the DeKastri oil terminal, assisting tankers carrying oil from the Sakhalin I offshore field outside eastern Russia. The crew boat Polar Piltun is chartered to the Sakhalin Energy Investment Corporation (SEIC) through 2021. The crew boat Polar Baikal finished her long-term charter with SEIC in the fourth quarter of 2020 and is currently idle.

The group's share of profit for the fourth quarter of 2020 amounted to NOK 10.9 million, compared with NOK 12.5 million in the corresponding period of 2019.

Associated Company - Marine Seismic (Shearwater)

GC Rieber Shipping's 17%⁶ stake in Shearwater is reported in the profit and loss statement under «Profit from joint ventures and associates».

Shearwater operates as a global, customer-focused and technology-driven provider of marine geophysical services. Shearwater owns and operates a fleet of 20 seismic acquisition vessels, offering a full range of acquisition services including 3D, 4D and ocean bottom seismic. The company also has a portfolio of proprietary streamer technology and processing software enabling effective execution of geophysical surveys and delivery of high-quality data. The company has approximately 800 employees and operates in all major offshore basins across the world. This combination makes Shearwater a leading global and technology-driven full-service provider of marine geophysical services, able to deliver exceptional customer solutions.

GC Rieber Shipping's share of profit amounted to a net profit of NOK 17.0 million in the fourth quarter of 2020 including a non-cash financial income of NOK 51.7 million from the conversion of a vendor note related to the CGG transaction completed in January 2020. The net profit in the fourth quarter of 2019 was NOK 21.1 million.

⁶ Ownership of 19% until 22 December 2020

Shareholder information

The company's shares are listed on Oslo Børs with the ticker RISH. The company's holding of own shares is 54,800, i.e. 0.06% of the shares in the company.

In the fourth quarter of 2020, the group's shares were traded in a range from NOK 5.10 to NOK 9.30 per share. The closing price 31 December 2020 was NOK 6.40, which based on the 86,087,310 shares outstanding valued the group's equity at approximately NOK 551.0 million. At the end of December 2020, the company had 728 shareholders. 94.5% of the shares were owned by the 20 largest shareholders. Please refer to note 7 for a list of the 20 largest shareholders in the company as at 31 December 2020.

Risks and uncertainties

As described in GC Rieber Shipping's annual report for 2019, GC Rieber Shipping is exposed to a number of risks as the company operates in a global market. The Board of Directors of GC Rieber Shipping therefore focuses on efforts to identify and manage risk, and routines have been established with the aim of limiting and reducing the total risk exposure to an acceptable level. Risk factors are categorised into the areas of market risks, financial risks and operational risks.

It is referred to the company's annual report for 2019 for a more detailed description of the company's risk management and the most principal risk and uncertainty factors. The subsea and marine seismic markets are particularly exposed to the development in the oil and gas industry.

We emphasise the prevailing uncertainties related to the COVID-19 outbreak and highly volatile oil price, which has had significant negative effect on the markets in which GC Rieber Shipping operates.

Outlook

GC Rieber Shipping's operations are exposed to developments in the markets for oil, gas and renewables. The COVID-19 outbreak and volatile oil price have stirred market fundamentals, with significant uncertainty across industries world-wide. Conditions for GC Rieber Shipping's markets are volatile in the short to medium term.

Within the Subsea & Renewables segment Polar Onyx is on contract with DeepOcean until March 2021 and Polar Queen is currently idle. Main focus continues to be on securing utilisation and to develop new profitable and sustainable maritime projects. Tender activity for 2021 is expected above 2020 with several key tenders awaited in the renewables walk-to-work segment. The market shows favourable tendencies for the summer season of 2021 with limited availability of both renewables walk-to-work vessels and larger offshore construction vessels.

On the back of continued strong developments in the renewables segment, GC Rieber Shipping's in-house project department proceed with developing tailor-made and innovative vessel solutions for this market.

GC Rieber Shipping expects the seismic market to continue to be challenging, however better in 2021 compared to 2020.

Demand in the Ice/Support segment is stable, but macro developments have put pressure on rates.

Bergen, 11 February 2021

The Board of Directors and Chief Executive Officer in GC Rieber Shipping ASA

Paul-Chr. Rieber, Chairman
Morten Foros Krohnstad, Vice Chairman
Trygve Bruland, Board Member
Bodil Valland Steinhaug, Board Member

Einar Ytredal, CEO

GC RIEBER SHIPPING ASA
Fourth quarter 2020
Consolidated income statement
(Unaudited)

	Note	4Q 2020	4Q 2019	31.12.2020	31.12.2019
Charter income		26 140	36 504	201 699	202 162
Other income		1 613	6 604	31 981	55 176
Total income	3	27 753	43 108	233 680	257 338
Operating expenses		-32 202	-34 437	-178 381	-179 286
Gain (loss) from share issues in associated company		-21 551	0	31 068	0
Profit from joint venture and associates		27 891	33 602	14 522	8 824
EBITDA*		1 891	42 273	100 889	86 876
Depreciation		-18 297	-30 043	-104 852	-117 585
Write-downs		-37 145	2 599	-459 085	-3 905
Gains (losses) on sale of fixed assets		0	0	0	101 570
Operating profit		-53 551	14 829	-463 048	66 956
Financial income		22	759	978	2 627
Financial expenses		-4 030	-11 152	-37 423	-55 441
Realised currency gains (losses)		-638	-923	8 015	-1 490
Unrealised currency gains (losses)		13 472	3 857	-3 700	1 477
Net financial income and expenses		8 826	-7 459	-32 130	-52 827
Profit / loss before taxes		-44 725	7 370	-495 178	14 129
Taxes		-161	269	-161	269
Profit / loss for the period		-44 886	7 639	-495 339	14 398
Earnings and diluted earnings per share (based on average number of shares)		-0,52	0,09	-5,75	0,17

Consolidated statement of comprehensive income

	4Q 2020	4Q 2019	31.12.2020	31.12.2019
Profit for the period	-44 886	7 639	-495 339	14 398
Other comprehensive income				
Foreign currency translation subsidiaries continuing operations	-156 642	99 065	29 628	16 642
Changes in pension estimates	502	0	502	697
Total comprehensive income / loss for the period net of tax	-201 026	116 392	-465 209	31 737

* Operating profit before depreciation, write-downs and gains (losses) on fixed assets

GC RIEBER SHIPPING ASA
Fourth quarter 2020
Consolidated statement of financial position
(Unaudited)

Assets	Note	31.12.2020	31.12.2019
Vessels	4	899 240	1 689 242
Machinery and equipment	4	8 583	15 436
Financial fixed assets	2	910 252	921 276
Long term receivables and restricted cash	7	12 855	6 042
Total fixed assets		1 830 930	2 631 996
Inventories		0	2 689
Receivables		59 723	51 294
Cash and bank deposits	6	240 430	211 528
Total current assets		300 153	265 511
Total assets		2 131 083	2 897 507
Equity and liabilities	Note	31.12.2020	31.12.2019
Restricted equity		441 369	441 369
Retained earnings		836 236	1 301 445
Total equity	7	1 277 605	1 742 814
Provision for liabilities	8	6 607	7 244
Other long-term liabilities	5,6	787 673	1 093 396
First year instalments		20 212	28 177
Current liabilities		38 986	25 876
Total liabilities		853 478	1 154 693
Total equity and liabilities		2 131 083	2 897 507

GC RIEBER SHIPPING ASA
Fourth quarter 2020
Consolidated statement of cash flows
(Unaudited)

	Note	4Q 2020	4Q 2019	31.12.2020	31.12.2019
EBITDA		1 916	42 273	100 889	86 876
Change in net current assets		-19 559	-32 401	-45 479	-18 179
Net cash from operating activities		-17 643	9 872	55 410	68 697
Acquisition of tangible fixed assets		0	0	0	-29 643
Sale of tangible fixed assets		0	0	281 195	117 090
Other investing activities		13 510	912	36 413	15 632
Net cash from investment activities		13 510	912	317 608	103 079
New loans and repayments	8	0	-3 535	-301 889	-116 623
Net interest paid		-6 810	-12 523	-42 227	-47 789
Net cash from financing activities		-6 810	-16 058	-344 116	-164 412
Net change in liquidity		-10 927	-5 274	28 902	7 365
Liquidity at beginning of period		251 357	216 802	211 528	204 163
Liquidity at end of period		240 430	211 528	240 430	211 528

GC RIEBER SHIPPING ASA
Fourth quarter 2020
Consolidated statement of changes in equity
(Unaudited)

	Share capital	Own shares	Share Premium reserve	Total equity
Balance at 01.01.2019	154 957	-98	286 510	1 711 077
Profit for the year				31 737
Balance at 31.12.2019	154 957	-98	286 510	1 742 814
Balance at 01.01.2020	154 957	-98	286 510	1 742 814
Profit for the year				-465 209
Balance at 31.12.2020	154 957	-98	286 510	1 277 605

GC RIEBER SHIPPING ASA
Fourth quarter 2020
Group
(Unaudited)

Note 1 General information

GC Rieber Shipping ASA is registered and domiciled in Norway, with its head office in Bergen. The consolidated interim accounts for the Group include GC Rieber Shipping ASA with its subsidiaries and the Group's investment in associated companies. The Group accounts for fiscal year 2019 were approved by the Board of Directors on 9 March 2020. The consolidated financial statement for the year ended 31 December 2019 with notes and auditor's report are available on our website at www.gcrieber-shipping.com.

Accounting principles

The Group's financial reporting is in accordance with International Financial Reporting Standards (IFRS). The consolidated interim accounts at 31 December 2019 have been prepared in accordance with IAS 34 Interim financial reporting. The interim financial statements are unaudited and do not include all the information required in full annual financial statements, and therefore should be read in conjunction with the 2019 Group accounts. The condensed, consolidated quarterly financial statements were approved by the Board of Directors on 11 February 2021.

Foreign currency

GC Rieber Shipping Group uses the Norwegian krone (NOK) as its presentation currency. Some subsidiaries have US Dollar (USD) as their functional currency. Consequently, accounting standard IAS 21 will apply. A fluctuation in the USD/NOK exchange rate affects the company's equity and result, as the Group's debts are mainly in USD and most of the vessels are recorded in the accounts in and converted to USD/NOK exchange rate on the balance sheet date. For subsidiaries with USD as functional currency, the translation differences on vessels and liabilities are recognized through Comprehensive Income directly in equity. Translation differences also arise in respect of subsidiaries that have the USD as their functional currency and hold liquid assets in NOK. Here the value of the liquid reserves in NOK translated to USD will be determined by the exchange rate on the balance sheet date and the translation difference will be recognised in profit and loss as unrealised gain/loss. At 31.12.2020 the exchange rate USD against NOK was 8.53, and 8.78 at 31.12.2019.

Estimates

Preparation of interim financial statements requires use of assessments, estimates and assumptions that affect accounting principles and reported amounts for equity and liabilities, income and costs. The statements are based on assumptions and estimates, and some of them are beyond the company's control and therefore subject to risks and uncertainty. The actual result may differ from these estimates. When preparing this consolidated interim financial statement, the management has used the same critical assessments related to application of accounting principles as were used for the Group financial statements for the financial year that ended on 31 December 2019 and the most important sources of estimate uncertainty are the same as for preparation of the 2019 Group financial statements.

Related parties

The Group makes purchase and sales transactions with related parties as part of the normal business operations. Note 17 of the 2019 annual report describes transactions with related parties. There have been no material changes or transactions in connection with related parties that make a material impact on the Group's position or profit for the period.

Financial risk management

GC Rieber Shipping makes a continuous and thorough assessment of operational and financial risk factors. The Group's objectives and principles for financial risk management are in accordance with what has been stated in the Group financial statements for 2019.

Note 2 Segment

The Group's management team, as presented on the Group's website, examines the Group's performance from a product and geographical perspective when defining operating segments. The management team has defined three operating segments; Subsea & Renewables, Ice/Support and Marine Seismic. However, as the Group's Marine Seismic segment now in its entirety is held through the stake in Shearwater and accounted for by the equity method, Marine Seismic is no longer reported as a separate segment, neither in management reporting nor financial reporting. Investments in joint ventures & associates are presented as a separate segment in management and financial reporting.

The geographic perspective is not a focal point in the internal management reporting for either of the segments.

The segments are considered to have different operational and financial risk profiles. Any transactions between the segments are carried out at arm's length and eliminated in the consolidated financial statements.

Subsea & Renewables

Until August 2020 the Group owned and operated three vessels within the Subsea & Renewables segment; Polar King, Polar Queen and Polar Onyx. At 25 August Polar King was sold, hence the Group owns and operates two vessels in this segment. The vessels are primarily used for construction, inspection, maintenance and repair of subsea installations and cables, but have also demonstrated attractive capabilities for the offshore renewables market.

Ice/Support

There are currently no vessels being reported in the Ice/Support segment.

Joint Ventures & Associates

Joint Ventures include the 50% owned vessels operating in Russia. The 17% owned marine geophysical company Shearwater is presented as an associated company in the segment report.

Figures in NOK 1 000	4Q 2020	4Q 2019	31.12.2020	31.12.2019
Ice/Support	0	0	0	28 878
Subsea & Renewables	27 752	43 108	233 679	228 460
Operating income	27 752	43 108	233 679	257 338
Ice/Support	0	0	0	24 298
Subsea & Renewables	-4 451	8 670	55 298	53 754
Gain (loss) from share issues in associated company	-21 551	0	31 068	0
Associates – Seismic	16 978	21 075	-33 869	-31 579
JV - Ice/Support	10 915	12 528	48 391	40 403
EBITDA*	1 891	42 273	100 889	86 876
Ice/Support	0	0	0	122 732
Subsea & Renewables	-59 892	-18 774	-508 639	-64 600
Gain (loss) from share issues in associated company	-21 551	0	31 068	0
Associates – Seismic	16 976	21 075	-33 869	-31 579
JV - Ice/Support	10 915	12 528	48 391	40 403
Operating profit	-53 552	14 829	-463 049	66 956

* Operating profit before depreciation, write-downs and gains (losses) on fixed assets

Carrying amount	31.12.2020	31.12.2019
JV Ice/Support	169 650	159 891
Associates - Seismic	740 602	761 455

Note 3 Income

Figures in NOK 1 000	Q4 2020	Q4 2019	31.12.2020	2019
TC hire	26 139	36 504	201 698	196 196
BB hire	0	0	0	5 965
Other revenues	1 613	6 604	31 981	55 176
Revenue from external customers	27 752	43 108	233 680	257 338

Time of revenue recognition				
At a point in time	0	0	0	0
Over time	27 752	43 108	232 970	257 338
Total	27 752	43 108	233 679	257 338

TC hire (time charter hire) are revenues were the Group is to deliver vessels, equipment and crew as a service to the customer based on a fixed fee/day rate. A time charter contract can be divided into a bareboat element and a service component. Out of total income per 31.12.2020, the bareboat element constitutes approximately NOK 100 million. Remaining income qualifies as IFRS 15 income.

Other revenue is additional services provided in connection with for example time charter contracts and fees for technical support and operation of third-party vessels up until October 2020. Early redelivery fee for the vessel Ernest Shackleton in 2019 is included in other revenue.

Terms of payment in contracts with customers are from 30-45 days depending on contract.

Note 4 Fixed assets

Figures in NOK 1 000	Vessels and periodic maintenance	Machinery and equipment
Net book value 01.01	1 689 242	15 436
Additions	0	0
Disposals	-281 195	0
Depreciation	-97 998	-6 853
Write-downs	-459 085	0
Changes in translation differences during the year	48 276	0
Net book value 31.12	899 240	8 583

All vessels have carrying amounts in USD, which are converted to NOK by using the exchange rate on the balance sheet date in the consolidated financial statements. Changes in the exchange rate USD/NOK result in translation differences, which are recognised in the comprehensive income. Accumulated exchange translations are included in the amounts above.

Note 5 Amendments to credit facilities

In early 2018, GC Rieber Shipping negotiating revised terms and certain amendments to the two Subsea & Renewables credit facilities, described in note 14 to the Group`s annual report for 2019.

As a result of the current challenging market conditions, GC Rieber Shipping in the third quarter of 2020 received further amendments to the two credit facilities. The new amendments include the following main changes with effect through 2021;

- Prolonging the 80% reduction of scheduled amortisation
- Reducing the minimum equity ratio from 30% to 25%
- Suspending the minimum vessel value clauses

Payment of the third- and fourth quarter instalments for 2020 has been suspended until the final maturity date, provided that the same amounts are deposited to an escrow account. As of 31 December 2020, the amount is USD 1.0 million.

Note 6 Cash sweep

When negotiating revised terms and certain amendments to the two Subsea & Renewables credit facilities in early 2018, the new terms and amendments included the following cash sweep mechanism;

- Cash sweep of the average aggregate consolidated cash in the company during the six months prior to the sweep date in excess of the following threshold amounts;
 - NOK 150 million in 2019
 - NOK 120 million in 2020 and onwards

50% of the proceeds from the sale of Ernest Shackleton is excluded from the cash sweep mechanism.

First cash sweep in June 2019 and semi-annually thereafter.

To preserve liquidity in the short term, GC Rieber Shipping`s lenders granted the company a waiver for the cash sweep mechanism in the second half of 2020. The next cash sweep is in June 2021.

For further information about terms and amendments, please refer to note 14 to the Group`s annual report for 2019.

Note 7 Overview of shareholders

The 20 largest shareholders in GC Rieber Shipping ASA as of 31 December 2020 (outstanding shares):

Name	Number of shares	Owner's share
GC Rieber AS	66 145 908	76,8 %
AS Javipa	2 003 492	2,3 %
GC Rieber Fondet	1 839 420	2,1 %
Pareto Aksje Norge Verdipapirfond	1 622 749	1,9 %
Viben AS	1 334 435	1,6 %
Celsius AS	1 328 768	1,5 %
Trioship Invest AS	1 190 000	1,4 %
Tannlege Randi Arnesen AS	850 000	1,0 %
Delta A/S	824 000	1,0 %
Johanne Marie Rieber Martens Allm. Fond	786 654	0,9 %
Storkleiven AS	709 170	0,8 %
Pelicahn AS	685 166	0,8 %
Benedicte Martens Nes	386 250	0,4 %
Middelboe AS	278 142	0,3 %
Triofa 2 AS	278 001	0,3 %
Mikkel Martens	225 949	0,3 %
Dag Fredrik Jebsen Arnesen	212 000	0,2 %
Thorild Marie Rong	210 648	0,2 %
Bergen Råvarebørs AS	208 668	0,2 %
Tigo AS	186 359	0,2 %
Other Shareholders	4 781 531	5,6 %
Outstanding Shares	86 087 310	100,0 %

Note 8 Leases

The Group is both a lessor, as it charters vessels to customers, and a lessee.

The Group has long term lease agreements on office buildings and warehouses that are affected by IFRS 16. For the Group, these lease commitments result in the recognition of an asset (right-of-use) and a liability for a period of time.

On 1 January 2019 the Group recognized a Right-of-use asset of NOK 3.6 million and corresponding lease liability of NOK 3.6 million. As permitted by IFRS 16, the Group chose to measure the right-of-use asset equal to the amount of the liability at the implementation date. The future payments under each lease arrangement have been discounted using the incremental borrowing rate applicable to the leased assets in order to calculate the lease liability recognized on the date of adoption. New lease liabilities in 2019 were a renewal of lease contract for rent of offices.

There will be no significant changes the Group's profit but the cash flow statement for leases will be affected with lease payments being presented as financing activities as opposed to operating activities. Some of the Groups commitments relates to arrangements that do not qualify as leases under IFRS 16.

Operational leasing, where the group is a lessor

The Group charters its owned vessels under time charter parties of varying duration to different charterers.. Lease income from lease of vessels is reported to the profit and loss account on a straight-line basis for the duration of the lease period. The lease period starts from the time the vessel is put at the disposal of the lessee and terminates on the agreed date for return of the vessel. Future minimum nominal lease payments arising from contracts as at 31 December 2020, amounts to NOK 14,4 million in 2021. The lease payments include bareboat contracts and bareboat components from time charter contracts.

Right-of-use assets – lease liabilities

Right of use assets

Figures in NOK 1 000

31.12.2020

Net present value of lease commitments	6 042
Balance at 1 January	6 042
New lease liabilities	0
Disposals during the year	0
Depreciation	-1 726
Balance at period end	4 316

Lease Liabilities

Figures in NOK 1 000

31.12.2020

Net present value of lease liabilities	6 068
Balance at 1 January	6 068
New lease liabilities	0
Disposals during the year	0
Lease payments during the period	-1 655
Balance at period end	4 413

Figures in NOK 1 000

Undiscounted lease liability and maturity of cash flows	
Less than 1 year	1 820
1-4 years	2 730
Total undiscounted lease liability as at 31 December	4 550
Interest rate	3 %

Figures in NOK 1 000

31.12.2020

Effect on Profit and loss statement	
Administration cost – office rent	1 851
Depreciation – right-of-use asset	-1 726
Interest cost – lease liabilities	163
Net effect Profit and loss statement	288

Note 9 Performance measurement definitions

Alternative performance measurements

The Group presents alternative performance measurements (APM) that are regularly reviewed by management and aim to enhance the understanding of the Group's performance. APMs are calculated consistently over time and are based on financial data presented in accordance with IFRS and other operational data as described below.

Measure	Description	Reason for including
Operating profit before depreciation (EBITDA)	EBITDA is defined as operating profit, before impairment of tangible and intangible assets, depreciation of tangible assets. EBITDA represents earnings before interest, tax and depreciation, and is a key financial parameter for the Group.	This measure is useful in evaluating operating profitability on a more variable cost basis as it excludes depreciation and impairment related primarily to acquisitions that occurred in the past. EBITDA shows operating profitability regardless of capital structure and tax situations
Operating profit (EBIT)	EBIT represents earnings before interest and tax.	EBIT shows operating profitability regardless of capital structure and tax situations.
Net interest-bearing debt	Net interest-bearing debt consists of both current and non-current interest-bearing liabilities less interest bearing financial assets, cash and cash equivalents.	Net interest-bearing debt is a measure of the Group's net indebtedness that provides an indicator of the overall statement. It measures the Group's ability to pay all interest-bearing liabilities within available interest-bearing financial assets, cash and cash equivalents, if all debt matured on the day of the calculation. It is therefore a measurement of the risk related to the Group's capital structure.
Equity ratio	Equity divided by assets at the reporting date.	Measure capital contributed by shareholders to fund the Group's assets.
Earnings per share	Earnings divided by average number of shares outstanding.	Measures the Group's earnings on a per-share basis.

Other definitions

Measure	Description
Market value	Calculated average vessel value between several independent brokers' estimates based on the principle of "willing buyer and willing seller".
Capacity utilisation	Capacity utilisation is a measure of the Group's ability to keep vessels in operation and on contract with clients, expressed as a percentage. The capacity utilisation numbers are based on actual available days.
Contract coverage	Sum of undiscounted revenue related to secured contracts in the future. Optional contract extensions as determined by the client in the future are not included.