



GC Rieber Shipping ASA

Fourth quarter 2021 (unaudited)

Interim report



GC RIEBER

Highlights fourth quarter 2021

- Net loss of NOK 71.3 million, compared with a net loss of NOK 44.9 million in the corresponding period of 2020
- Contract backlog of NOK 90 million as of 1 January 2022¹
- GC Rieber Shipping has entered into an agreement to sell the SURF/construction vessel Polar Onyx with expected delivery to new owners in the first quarter of 2022
- An additional dividend of NOK 1.23 per share was paid in October 2021
- A dividend of NOK 0.50 per share will be proposed to the annual general meeting in 2022

Events after the end of the period

- GC Rieber Shipping has entered into an agreement to sell crew boat Polar Baikal, which has been operated through the 50/50 Ice/Support joint venture for the past 12 years

Key figures (Unaudited)

Figures in NOK million	Q4 2021	Q4 2020	31.12.2021	31.12.2020
Operating income	0.4	0.3	2.5	4.9
EBITDA	6.3	-0.7	129.7	20.9
EBIT	5.9	-1.1	128.0	20.1
Profit before taxes	8.6	-13.1	139.0	17.8
Profit from continuing operations	8.6	-13.1	139.0	17.8
Profit from discontinued operations	-80.0	-31.8	38.9	-513.1
Profit for the period	-71.3	-44.9	177.9	-495.3
Earnings per share	-0.83	-0.52	2.07	-5.75
Earnings per share continuing operations	0.10	-0.15	1.62	0.21
Equity ratio	70.8%	60.0%	70.8%	60.0%
Number of shares (million)	86.1	86.1	86.1	86.1

¹ JV ice/support excluding 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 66% in the fourth quarter of 2021, compared to 81% in the corresponding period of 2020.

When including all contracts secured up until the reporting date for the fourth quarter, contract backlog was NOK 90 million as of 1 January 2022, constituting of GC Rieber Shipping's share of the Ice/Support joint venture. Contract backlog reported as of 1 January 2021 was NOK 163 million for comparison.² As of 1 January 2022, contract coverage for 2022 and 2023 was 50% and 34% respectively.

Sale Polar Onyx

GC Rieber Shipping has entered into an agreement to sell the SURF / Construction Vessel Polar Onyx, built at Ulstein Verft in 2014. The sale includes the VLS tower onboard the vessel. The buyer is the offshore wind service conglomerate Dong Fang Offshore Co., Ltd, and Hung Hua Construction Co., Ltd. Delivery is expected to take place in the first quarter of 2022.

The sale will result in a positive liquidity effect of approximately USD 20 million after repayment of the vessel's outstanding debt. Due to the sale, an impairment of NOK 36.4 million has been recognised in the fourth quarter of 2021.

Polar Onyx is the only vessel in the Subsea & Renewables segment. As a result of the sale of Polar Onyx, the Subsea & Renewables segment is presented as discontinued operation as at 31.12.2021.

Following the sale, GC Rieber Shipping will be debt free.

Additional dividend

An additional dividend of NOK 105.9 million was paid to the shareholders 5 October 2021, approved in an extraordinary general meeting 23 September 2021.

Dividend

A dividend of NOK 0.50 per share will be proposed to the annual general meeting in 2022.

Events after the end of the period

Sale Polar Baikal

GC Rieber Shipping has entered into an agreement to sell the crew boat Polar Baikal, owned through the 50/50 joint venture in the Ice/Support segment. The vessel has been chartered to the Sakhalin Energy Investment Corporation (SEIC) for 12 years. The sale will have limited accounting effects.

² Excluding charterers' extension options

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

Excluding discontinued operations, GC Rieber Shipping had operating income of NOK 0.4 million in the fourth quarter of 2021, compared with NOK 0.3 million in the corresponding period of 2020.

Operating income from discontinued operations were NOK 6.4 million, down from NOK 27.5 million in the corresponding period of 2020. The reduced income was due to both lower utilisation and fewer vessels in the current reporting period.

Preliminary operating income for 2021 excluding discontinued operations was NOK 2.5 million, compared with NOK 4.9 million in 2020.

EBITDA

EBITDA for GC Rieber Shipping excluding discontinued operations amounted to NOK 6.3 million in the fourth quarter of 2021, compared with negative NOK 0.7 million in the fourth quarter of 2020.

EBITDA from discontinued operations were negative NOK 24.7 million, down from NOK 2.6 million in the corresponding period of 2020.

Excluding discontinued operations, preliminary EBITDA for 2021 were NOK 129.7 million, compared with NOK 20.9 million in the corresponding period of 2020. The increase in EBITDA was mainly due to the sale of Shearwater shares in July 2021.

Impairment

As at 31 December 2021 the fair value for Polar Onyx was set at the negotiated selling price of the vessel. The sale resulted in an impairment of NOK 36.4 million from discontinued operations to be recognised in the fourth quarter of 2021, compared with NOK 37.1 million in the fourth quarter of 2020.

Preliminary impairment from discontinued operations in 2021 were NOK 31.9 million including a reversed impairment of NOK 4.6 million in the first half of 2021, compared with an impairment of NOK 459.1 million in 2020.

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 excluding discontinued operations were NOK 2.7 million in the fourth quarter of 2021, compared with negative NOK 12.0 million in the corresponding period of 2020 for comparison. Unrealised currency gain excluding discontinued operations were NOK 1.3 million, compared with an unrealised currency loss of NOK 12.3 million in the corresponding period of 2020.

Profit for the period

GC Rieber Shipping had a net loss of NOK 71.3 million in the fourth quarter of 2021, including a loss of NOK 80.0 million from discontinued operations. For the fourth quarter of 2020 net loss was NOK 44.9 million including a loss from discontinued operations of NOK 31.8 million.

The preliminary annual result for 2021 shows a profit of NOK 177.9 million, including NOK 38.9 million from discontinuing operations.

Cash flow

Cash flow from operational activities was negative NOK 8.7 million in the fourth quarter of 2021, compared with negative NOK 17.6 million in the fourth quarter of 2020.

Cash flow from investment activities was positive NOK 64.3 million, including a deposit for the sale of Polar Onyx. The cash flow from investment activities in the corresponding period of 2020 was positive NOK 13.5 million.

Cash flow from financing activities was negative NOK 123.7 million in the fourth quarter of 2021, including dividend to shareholders of NOK 105.9 million. Cash flow from financing activities in the corresponding period of 2020 was negative NOK 6.8 million.

Net cash flow in the quarter was negative NOK 68.1 million, yielding a cash holding of NOK 482.7 million as at 31 December 2021.

Liquidity and financing

GC Rieber Shipping was in compliance with its financial covenants at 31 December 2021 and has been throughout the fourth quarter of 2021.

As at 31 December 2021, GC Rieber Shipping had cash and bank deposits of NOK 482.7 million, up from NOK 240.4 million as at 31 December 2020. Liquid assets exceeded interest-bearing liabilities by NOK 63.5 million as at 31 December 2021, compared with net liabilities of NOK 567.5 million as at 31 December 2020.

Following the sale of Polar Onyx, GC Rieber Shipping's interest-bearing debt will be repaid in full.

An additional dividend of NOK 105.9 million was paid to the shareholders in October 2021, and a dividend of NOK 0.50 per share will be proposed to the annual general meeting in 2022.

Equity

GC Rieber Shipping had a book equity of NOK 1,213.2 million as at 31 December 2021, corresponding to an equity ratio of 70.8%, up from 60.0% at the end of December 2020.

Segments

Subsea & Renewables

As at 31 December 2021 the company owned one vessel, Polar Onyx, within the Subsea & Renewables segment. The vessel was idle for most of the quarter and an agreement to sell the vessel was entered into in December 2021.

Following the agreed sale of Polar Onyx, the Subsea & Renewables segment is presented as discontinued operations as at 31.12.2021.

Key figures (in NOK million)	Q4 2021	Q4 2020	31.12.2021	31.12.2020
Operating income	6.4	27.5	81.5	228.8
EBITDA	-24.7	2.6	-20.9	80.0
EBIT	-73.6	-52.4	69.9	-483.2

Operating income amounted to NOK 6.4 million in the fourth quarter of 2021, compared with NOK 27.5 million in the fourth quarter of 2020 when the segment included two vessels. EBITDA amounted to negative NOK 24.7 million, compared with NOK 2.6 million in the corresponding period of 2020. EBIT amounted to negative NOK 73.6 million in the period including an impairment of NOK 36.4 million, while EBIT in the fourth quarter of 2020 was negative NOK 52.4 million including an impairment of NOK 37.1 million.

Joint Ventures and Associates

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. Polar Baikal was agreed sold in February 2022, with expected delivery in the first quarter of 2022. 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 currently idle.

The group's share of profit for the fourth quarter of 2021 amounted to NOK 9.1 million, compared with NOK 10.9 million in the corresponding period of 2020.

Financial Fixed Assets

Marine Seismic (Shearwater GeoServices)

GC Rieber Shipping's ownership in Shearwater GeoServices (Shearwater) of 8.5% is booked as a financial asset at fair value. Up to and including the first half of 2021 the ownership was 17% and the investment was 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 large fleet of 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 makes Shearwater a leading global and technology-driven full-service provider of marine geophysical services, able to deliver exceptional customer solutions.

Shareholder information

The company's shares are listed on Oslo Børs with the ticker RISH. The company holds no own shares as at 31 December 2021.

In the fourth quarter of 2021, the group's shares were traded in a range from NOK 6.00 to NOK 10.40 per share. The closing price 31 December 2021 was NOK 9.05, which based on the 86,087,310 shares outstanding valued the group's equity at approximately NOK 779.1 million. At the end of December 2021, the company had 1071 shareholders. 94.8% of the shares were owned by the 20 largest

shareholders. Please refer to note 6 for a list of the 20 largest shareholders in the company as at 31 December 2021.

Risks and uncertainties

As described in GC Rieber Shipping's annual report for 2020, 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 2020 for a more detailed description of the company's risk management and the most principal risk and uncertainty factors. Although GC Rieber Shipping's exposure towards these factors is reduced through the sale of vessels, the company is still exposed to the development in the oil and gas industry through its investment in Shearwater in addition to geopolitical risk in areas of operation.

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

In 2020, GC Rieber Shipping made a strategic decision to become a shipowner and project-house with focus on developing profitable and sustainable maritime projects. The sale of Polar Onyx concludes this transformation. Following the sale, GC Rieber Shipping's remaining investments are JV-Ice/Support (50% ownership) and the seismic company Shearwater GeoServices (8.5%). Furthermore, GC Rieber Shipping will become debt free after the sale of Polar Onyx and holds a significant investment capacity for new projects.

Both Polar Onyx and Polar Baikal are expected to be delivered to their new owners in the first quarter of 2022. The Ice/Support market is stable with indications of favorable developments in niche segments.

GC Rieber Shipping's in-house project management department holds extensive expertise within naval architecture engineering and newbuilding project management and has a longstanding history of turning innovative projects into high-end vessel assets. Building on the company's strong heritage of managing complex customer requirements and technologies, GC Rieber Shipping is uniquely positioned to develop tailor-made and innovative solutions for customers world-wide.

GC Rieber Shipping targets environmentally and economically sustainable project developments within niche segments and is ready to invest in new vessel solutions contributing to the energy shift.

Bergen, 14 February 2022

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

Paul-Chr. Rieber, Chairman
Morten Foros Krohnstad, Vice Chairman
Birthe Cecilie Lepsøe, Board Member
Pål Selvik, Board Member
Ingrid von Streng Velken, Board Member

Einar Ytredal, CEO

GC RIEBER SHIPPING ASA
Fourth quarter 2021
Consolidated income statement
(Unaudited)

	Note	4Q 2021	4Q 2020	31.12.2021	31.12.2020
Charter income		0	0	0	0
Other income		404	292	2 452	4 923
Total income	2,3	404	292	2 452	4 923
Operating expenses	7	-3 116	-7 321	-23 918	-29 632
Gain (loss) from transactions and share issues in associated company	2	0	-21 551	186 712	31 068
Profit from joint venture and associates		9 061	27 891	-35 518	14 522
EBITDA*	2,3,9	6 349	-689	129 728	20 881
Depreciation	4,7	-421	-442	-1 744	-733
Operating profit (EBIT)	2	5 928	-1 131	127 984	20 148
Financial income		1 485	494	3 101	3 518
Financial expenses		-53	-82	-658	-781
Realised currency gains (losses)		-10	-92	2 414	9 354
Unrealised currency gains (losses)		1 281	-12 280	6 193	-14 477
Net financial income and expenses		2 703	-11 960	11 050	-2 386
Profit / loss before taxes		8 631	-13 091	139 034	17 762
Taxes		0	0	0	0
Profit / loss for continuing operations		8 631	-13 091	139 034	17 762
Profit / loss from discontinuing operations	8	-79 981	-31 795	38 877	-513 101
Profit / loss for the period		-71 349	-44 886	177 910	-495 339
Earnings and diluted earnings per share (based on average number of shares)		-0,83	-0,52	2,07	-5,75
Earnings and diluted earnings per share continuing operations		0,10	-0,15	1,62	0,21

Consolidated statement of comprehensive income

	4Q 2021	4Q 2020	31.12.2021	31.12.2020
Profit for the period	-71 349	-44 886	177 910	-495 339
Other comprehensive income				
Foreign currency translation	-3 509	-35 780	27 917	29 628
Foreign currency translation recycled	0	0	-164 719	0
Changes in pension estimates	0	0	0	502
Total comprehensive income / loss for the period net of tax	-74 858	-80 666	41 109	-465 209

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

GC RIEBER SHIPPING ASA
Fourth quarter 2021
Consolidated statement of financial position
(Unaudited)

Assets	Note	31.12.2021	31.12.2020
Rights, patents etc.		4 999	0
Vessels	4	0	899 240
Machinery and equipment	4	0	8 583
Financial fixed assets	4	628 142	910 252
Long term receivables	7,4	2 590	12 855
Total fixed assets		635 731	1 830 930
Receivables		1 484	59 723
Cash and bank deposits		482 698	240 430
Total current assets		484 182	300 153
Total assets of discontinued operations	8	593 821	0
Total assets		1 713 733	2 131 083
Equity and liabilities			
		31.12.2021	31.12.2020
Restricted equity		441 468	441 369
Retained earnings		771 755	836 236
Total equity	6	1 213 222	1 277 605
Provision for liabilities		6 902	6 607
Other long-term liabilities	5,7	853	787 673
First year instalments		0	20 212
Current liabilities	7	4 687	38 986
Total liabilities		12 442	853 478
Total liabilities of discontinued operations	5,8	488 069	0
Total equity and liabilities		1 713 732	2 131 083

GC RIEBER SHIPPING ASA
Fourth quarter 2021
Consolidated statement of cash flows
(Unaudited)

	Note	4Q 2021	4Q 2020	31.12.2021	31.12.2020
EBITDA	9	-18 337	1 916	108 838	100 889
Sale of financial fixed assets		0	0	-186 712	0
Change in net current assets		9 618	-19 559	65 659	-34 988
Net cash from operating activities		-8 720	-17 643	-12 215	65 901
Sale of tangible fixed assets		59 972	0	339 875	281 195
Sale of financial fixed assets		0	0	440 294	
Other investing activities		4 360	13 510	10 493	35 281
Net cash from investment activities		64 332	13 510	790 662	316 476
New loans and repayments		-13 726	0	-409 842	-300 371
Net payment of equity		-105 887	0	-105 887	0
Installment financial lease		-431	0	-1 705	-1 851
Net interest paid		-3 628	-6 810	-18 744	-42 722
Net cash from financing activities		-123 672	-6 810	-536 178	-344 944
Net change in liquidity		-68 060	-10 927	242 268	37 433
Liquidity at beginning of period		550 758	251 357	240 430	211 528
Restricted cash		0	0	0	-8 531
Liquidity at end of period		482 697	240 430	482 698	240 430

GC RIEBER SHIPPING ASA
Fourth quarter 2021
Consolidated statement of changes in equity
(Unaudited)

	Share capital	Own shares	Share Premium reserve	Other equity	Total equity
Balance at 01.01.2020	154 957	-98	286 510	1 301 445	1 742 814
Profit for the year				-465 209	-465 209
Balance at 31.12.2020	154 957	-98	286 510	836 236	1 277 605
Balance at 01.01.2021	154 957	-98	286 510	836 236	1 277 605
Profit for the year				41 109	41 109
Sale of own shares		98		298	396
Dividends to shareholders				-105 887	-105 887
Balance at 31.12.2021	154 957	0	286 510	771 755	1 213 222

GC RIEBER SHIPPING ASA
Fourth quarter 2021
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 2020 were approved by the Board of Directors on 16 March 2021. The consolidated financial statement for the year ended 31 December 2020 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 2021 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 2020 Group accounts. The condensed, consolidated quarterly financial statements were approved by the Board of Directors on 14 February 2022.

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 in USD and most of the vessels are recorded in the accounts in USD 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 31.12.2021 the exchange rate USD against NOK was 8.82, and 8.53 at 31.12.2020.

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 2020 and the most important sources of estimate uncertainty are the same as for preparation of the 2020 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 2020 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 2020.

Note 2 Segment

The Group's management team, as presented on the Group's website, examines the Group's performance from a product perspective when defining operating segments. The management team has defined two operating segments: Subsea & Renewables and Joint Ventures and Associated Company. Joint Ventures and Associated Company comprises subsegments, Ice/Support and Marine Seismic. However, in December 2021, GC Rieber Shipping entered into an agreement to sell the SURF/construction vessel Polar Onyx with expected delivery to new owners in the first quarter of 2022. Since Polar Onyx is the last owned vessel within the Subsea & Renewables segment, the segment is considered as discontinued operations as at 31.12.2021.

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.

Joint Ventures & Associates

Joint Ventures include the 50% owned vessels operating in Russia.

Shearwater GeoServices Holding AS (Shearwater) was owned 17% and presented as an associated company in the segment report up until 30 June 2021. On 9 July 2021, GC Rieber Shipping sold shares in Shearwater reducing its ownership from 17.0% to 8.5%. Gross proceeds from the sale were USD 50.5 million. Following the transaction, GC Rieber Shipping is no longer party to the shareholder agreement and the remaining shares previously booked according to the equity method are now booked as financial assets at fair value.

The gain from transactions and share issues in associated company of NOK 186.7 million as at 31.12.2021 originates from the above-mentioned transaction in the third quarter of 2021.

Figures in NOK 1 000	4Q 2021	4Q 2020	31.12.2021	31.12.2020
Continuing operations	404	292	2 452	4 923
Operating income	404	292	2 452	4 923
Continuing operations	-2 713	-7 029	-21 466	-24 709
Gain (loss) from share issues in associated company	0	-21 551	186 712	31 068
Associates - Seismic	0	16 978	-61 712	-33 869
JV - Ice/support	9 061	10 915	26 194	48 391
EBITDA*	6 348	-690	129 728	20 881
Continuing operations	-3 134	-7 471	-23 210	-25 442
Gain (loss) from share issues in associated company	0	-21 551	186 712	31 068
Associates - Seismic	0	16 978	-61 712	-33 869
JV - Ice/support	9 061	10 915	26 194	48 391
Operating profit	5 927	-1 131	127 983	20 148

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

Note 3 Income

Figures in NOK 1 000	Q4 2021	Q4 2020	31.12.2021	31.12.2020
Other revenues	404	292	2 452	4 923
Revenue from external customers	404	292	2 452	4 923

Time of revenue recognition

At a point in time	0	0	0	0
Over time	404	292	2 452	4 923
Total	404	292	2 452	4 923

Other revenue is services connected to continuing operations. See note 8 for more information regarding discontinued operations.

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

Note 4 Fixed assets

Rights, patents etc.

Figures in NOK 1 000	31.12.2021	31.12.2020
Research and development	4 999	0
Total rights, patents etc.	4 999	0

GC Rieber Shipping is developing new vessel designs and concepts for future investments.

Vessels and equipment

Figures in NOK 1 000	Vessels and periodic maintenance	Machinery and equipment	In total
Net book value 01.01.	899 240	8 583	907 823
Additions	0	0	0
Disposals	-258 112	0	-258 112
Depreciation	-48 463	-6 870	-48 463
Write-downs	-31 850	0	-31 850
Changes in translation differences during the year	22 782	0	22 782
Net book value 31.12.	583 597	1 713	585 310
Whereof discontinued operations	-583 597	-1 713	-585 310
Net book value 31.12. continuing operations	0	0	0

The vessels have carrying amount 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.

The vessel Polar Queen was sold in March 2021. Gain from the sale of Polar Queen was NOK 21.0 million. Sale of vessel triggered the recycling of foreign transaction differences of NOK 155.2 million. Recycling of foreign currency transaction differences does not have cash effect.

In December 2021, GC Rieber Shipping entered into an agreement to sell the vessel Polar Onyx. The buyer is the offshore wind service conglomerate Dong Fang Offshore Co., Ltd, and Hung Hua

Construction Co., Ltd. Delivery is expected to take place in the first quarter of 2022. Due to the sale, an impairment charge of NOK 36 million is recognised in the accounts as per 31 December 2021.

Both vessel and equipment are considered to be part of discontinued operations, see note 8 for more information.

Financial fixed assets

Figures in NOK 1 000	31.12.2021	31.12.2020
Investment in joint ventures	187 840	169 650
Investment in Associates	0	740 602
Financial assets at fair value	440 301	0
Total financial fixed assets	628 142	910 252

Long term receivables

Figures in NOK 1 000	31.12.2021	31.12.2020
IFRS 16 – right of use asset	2 590	4 316
Other long-term receivables	0	8 539
Total long-term receivables	2 590	12 855

GC Rieber Shipping has assessed the investment in Shearwater GeoServices and considers the book value to be an appropriate estimate of the fair value as at 31.12.2021.

Note 5 Amendments to credit facilities

GC Rieber Shipping's credit facilities are described in note 14 to the Group's annual report for 2020.

In September 2021, GC Rieber Shipping and its lenders agreed to restore the provisions of the original credit facility agreement for Polar Onyx. Specifically, investment and dividend restrictions has been removed, and scheduled amortisation with full instalments restored. The credit facility has final maturity in December 2022 but will be repaid in full when the sale of Polar Onyx is completed.

Following the sale of Polar Onyx, GC Rieber Shipping does no longer own or operate vessels within the Subsea & Renewable market and the subsea the credit facility are considered as discontinued operations in the Consolidated statement of financial position at 31.12.2021, see note 8 for more information.

Note 6 Overview of shareholders

The 20 largest shareholders in GC Rieber Shipping ASA as of 30 September 2021 (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	1 807 255	2.1 %
PARETO AKSJE NORGE VERDIPAPIRFOND	1 478 737	1.8 %
VIBEN AS	1 334 435	1.6 %
CELSIUS AS	1 328 768	1.5 %
TRIOSHIP INVEST AS	1 190 000	1.4 %
SOLOMIO AS	850 000	1.0 %
DELTA AS	975 000	1.0 %
JOHANNE MARIE RIEBER MARTENS	786 654	0.9 %
STORKLEIVEN AS	750 022	0.8 %
PELICAHN AS	685 166	0.8 %
MIDDELBOE AS	553 306	0.6 %
NES, BENEDICTE MARTENS	386 250	0.5 %
TRIOFA 2 AS	278 001	0.3 %
MARTENS, MIKKEL	225 949	0.3 %
ARNESEN, DAG FREDRIK JEBSEN	212 000	0.3 %
RONG, TORHILD MARIE	210 648	0.2 %
BERGEN RÅVAREBØRS AS	208 668	0.2 %
TIGO AS	186 359	0.2 %
Other Shareholders	4 706 245	5.2 %
Outstanding Shares	86 087 310	100.0 %

Note 7 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.

There are no significant changes the Group's profit but the cash flow statement for leases are affected with lease payments being presented as financing activities as opposed to operating activities. Some of the Group's commitments relate 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 2021, amounts to NOK 0 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	31.12.2021	31.12.2020
Balance at 1 January	4 316	6 042
New lease liabilities	0	0
Disposals during the year	0	0
Depreciation	-1 726	-1 726
Balance at 31 December	2 590	4 316
Depreciation method	Straight-line	Straight-line
Useful life (years)	4	4

Lease Liabilities

Figures in NOK 1 000	31.12.2021	31.12.2020
Balance at 1 January	4 413	6 068
New lease liabilities	0	0
Disposals during the year	0	0
Lease payments during the period	-1 705	-1 655
Balance at 31 December	2 708	4 413

Undiscounted lease liability and maturity of cash flows

Figures in NOK 1 000	31.12.2021	31.12.2020
Less than 1 year	1 920	1 820
1-4 years	853	2 730
Total undiscounted lease liability as at 31 December	2 773	4 550
Interest rate	3 %	3 %

Effect on Profit and loss statement

Figures in NOK 1 000	31.12.2021	31.12.2020
Administration cost - office rent	1 851	1 851
Depreciation - right-of-use asset	-1 726	-1 726
Interest cost - lease liabilities	89	163
Net effect profit and loss statement	214	288

Note 8 Discontinued Operations

Until March 2021 the Group owned and operated two vessels within the Subsea & Renewables segment: Polar Queen and Polar Onyx. Polar Queen was sold in March 2021. Furthermore, in December 2021, GC Rieber Shipping entered into an agreement to sell the SURF/construction vessel Polar Onyx with expected delivery to new owners in the first quarter of 2022. Following the sale of Polar Onyx, GC Rieber Shipping does no longer own or operate vessels within the Subsea & Renewable market and the subsea and renewables segment are considered as discontinued operations.

Income statement – discontinued operations

Figures in NOK 1 000

	Note	Q4 2021	Q4 2020	2021	2020
Operating income		6 401	27 461	81 532	228 757
Operating expenses		-31 087	-24 881	-102 422	-148 749
EBITDA*		-24 686	2 580	-20 890	80 008
Depreciation	4	-12 483	-17 855	-53 589	-104 119
Write-down	4	-36 404	-37 145	-31 850	-459 085
Gains (losses) on sale of fixed assets	4	0	0	20 979	0
Foreign currency translation subsidiaries recycled	4	0	0	155 245	0
Operating profit (EBIT)		-73 574	-52 420	69 895	-483 196
Financial income		10 044	0	10 004	1 277
Financial expenses		-15 321	-4 455	-35 332	-40 459
Realised currency gains (losses)		-667	-545	1 914	-1 339
Unrealised currency gains (losses)		-626	25 751	-7 727	10 777
Profit/loss before taxes		-80 144	-21 634	38 754	-512 939
Taxes		163	-161	123	-161
Profit/loss from discontinuing operations		-79 981	-31 795	38 877	-513 101

Operating income – discontinued operations

TC hire (time charter hire) are revenues where 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 31.12.2021, the bareboat element constitutes approximately NOK 14 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 sales of bunkers.

Statement of financial position – discontinued operations

Figures in NOK 1 000

	Note	31.12.2021
Vessels	4	583 597
Machinery and equipment	4	1 713
Total tangible fixed assets		585 310
Accounts receivables		8 511
Total receivables		8 511
Total assets of discontinued operations		593 821
Long-term debt due within one year	5	419 216
Current liabilities		68 854
Total liabilities		488 069

Current liabilities – discontinued operations

A deposit for the sale of Polar Onyx was received in December 2021 and is presented as part of current liabilities per 31.12.2021.

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.