

# Interim report Q4 2022

GC Rieber Shipping ASA



GC RIEBER



# Highlights fourth quarter 2022

Key figures, NOK million (unaudited)	Q4 2022	Q4 2021	31.12.2022	31.12.2021
Operating income	1.3	0.4	5.2	2.5
EBITDA	-44.3	6.3	-79.7	129.7
EBIT	-45.7	5.9	-82.5	128.0
<b>Profit before taxes</b>	<b>-59.6</b>	<b>8.6</b>	<b>-35.1</b>	<b>139.0</b>
Profit from continuing operations	-59.6	8.6	-35.1	139.0
Profit from discontinued operations	2.8	-80.0	278.2	38.9
<b>Profit for the period</b>	<b>-56.8</b>	<b>-71.4</b>	<b>243.1</b>	<b>177.9</b>
Earnings per share	-0.66	-0.83	2.82	2.07
Earnings per share continuing operations	-0.69	0.10	-0.41	1.62
Equity ratio	98.8%	70.8%	98.8%	70.8%
Number of shares (million)	86.1	86.1	86.1	86.1

- *Net loss of NOK 56.8 million, including loss from joint ventures of NOK 41.6 million and currency losses of NOK 19.2 million*
  - *Net loss in the corresponding period of 2021 was NOK 71.4 million, including loss from discontinued operations of NOK 80.0 million*
- *GC Rieber Shipping has ordered two Windkeeper service operation vessels (SOVs), with options for two additional vessels*
  - *Windkeeper has sparked interest in the market as it will drive down charterers daily costs and substantially reduce their emissions and environmental footprint*
  - *The first vessel will be delivered in the first quarter of 2025*
- *A dividend of NOK 0.25 per share will be proposed to the annual general meeting in 2023*

## Events after the end of the period

- *GC Rieber Shipping has purchased the remaining 50% of Polar Circle from its joint venture partner, and will now own 100% of the vessel*

# 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](http://www.gcrieber-shipping.com).*

## **Windkeeper**

GC Rieber Shipping placed an order for two Windkeeper vessels in the fourth quarter of 2022. The vessels will be built at Cemre shipyard in Turkey, and the first vessel will be delivered in the first quarter of 2025. The order includes options for two additional vessels.

Windkeeper is an innovative Service Operation Vessel (SOV) with a Small Water Area Twin Hull (SWATH) design.

Windkeeper has been developed to deliver two key value adding attributes to clients and the offshore wind market;

- *A substantial lower environmental footprint compared to monohull. The first generation Windkeeper will deliver reduced emissions from day 1.*

- *Sea and station keeping performance widening the operational window in a safe and efficient manner.*

The stand-alone company structure Windkeeper AS has been set up for the Windkeeper vessels.

The total investment in Windkeeper is about EUR 110 million, whereof the yard price is EUR 89 million. The project and two first vessels are fully financed through a combination of equity and debt financing.

GC Rieber Shipping plans to invite equity partners into Windkeeper to order the two option vessels.

## **Contract backlog**

GC Rieber Shipping has no contract backlog. Contract backlog reported as of 1 January 2022 was NOK 90 million, including the Polar Circle charter terminated in June 2022.

## **Dividend**

A dividend of NOK 0.25 per share, a total of NOK 21.5 million, will be proposed to the annual general meeting in 2023.



## **EVENTS AFTER THE END OF THE PERIOD**

### **Purchase Polar Circle**

GC Rieber Shipping has entered into an agreement with its Joint Venture partner, to buy its 50% share of the ice breaking tug Polar Circle. Following the purchase GC Rieber Shipping fully owns the vessel.

The vessel is unique and holds strong development potential. It has solid capabilities in environments that likely will carry high importance in the years to come.

The opportune purchase was priced significantly below book value, resulting in an impairment of NOK 27.0 million for GC Rieber Shipping in the fourth quarter of 2022.

# 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.

Following the sale of Polar Onyx, the last vessel in the Subsea & Renewables segment, the Subsea & Renewables segment is presented as discontinued operations in the financial reporting from 31 December 2021.

## OPERATING INCOME

For continuing operations, GC Rieber Shipping had operating income of NOK 1.3 million in the fourth quarter of 2022, compared with NOK 0.4 million in the corresponding quarter of 2021.

Preliminary operating income for continuing operations in 2022 was NOK 5.2 million, compared with NOK 2.4 million in 2021.

## IMPAIRMENT

Following GC Rieber Shipping's decision to exit its operations in Russia, the remaining activity in Russia is limited. The business and assets currently remaining in Russia is written down in full, resulting in no remaining

book value. Total impairment for this business as at 31 December 2022 was NOK 8.8 million.

As a result of the agreement to buy the remaining 50% of Polar Circle in February 2022 at an opportune price significantly below book value, GC Rieber Shipping has booked an impairment of NOK 27.0 million in the fourth quarter of 2022.

For comparison, impairment in 2021 was NOK 31.9 million, all related to discontinued operations.

## EBITDA

EBITDA for continuing operations amounted to negative NOK 44.3 million in the fourth quarter of 2022, including loss from joint ventures of NOK 41.6 million. For comparison, EBITDA was NOK 6.3 million in the fourth quarter of 2021.

For continuing operations, preliminary EBITDA for 2022 were negative NOK 79.7 million. In 2021, EBITDA for continuing operations were NOK 129.7 million, including NOK 186.7 million from the sale of Shearwater shares in July 2021.

## 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 for continuing operations were negative NOK 13.8 million in the fourth quarter of 2022, compared with positive NOK 2.7 million in the corresponding period of 2021.

## DISCONTINUED OPERATIONS

GC Rieber Shipping had a profit from discontinued operations of NOK 2.8 million in the fourth quarter of 2022, compared with a loss of NOK 80.0 million in the fourth quarter of 2021.

Preliminary profit from discontinued operations in 2022 were NOK 278.2 million, including recycled foreign currency translations of NOK 279.9 million. Profit from discontinued operations in 2021 were NOK 38.9 million.

## PROFIT FOR THE PERIOD

GC Rieber Shipping had a net loss of NOK 56.8 million in the fourth quarter of 2022. For the fourth quarter of 2021 net loss was NOK 71.4 million.

The preliminary annual result for 2022 gives a profit of NOK 243.1 million, including NOK 278.2 million from discontinuing operations.

## CASH FLOW

Cash flow from operational activities was negative NOK 23.3 million in the fourth quarter of 2022, including unrealised currency gains of NOK 11.1 million. Cash flow in the corresponding quarter of 2021 was negative NOK 8.7 million.

Cash flow from investment activities was negative NOK 206.3 million including Windkeeper instalments, compared with positive NOK 64.3 million in the corresponding period of 2021 which included sale of fixed assets.

Cash flow from financing activities was negative NOK 0.4 million, compared with negative NOK 123.7 million in the fourth quarter of 2021 which included dividend to shareholders of NOK 105.9 million.

Net cash flow in the quarter was negative NOK 230.0 million.

## LIQUIDITY AND FINANCING

GC Rieber Shipping had no interest-bearing liabilities as at 31 December 2022, and liquid assets exceeded interest-bearing liabilities with NOK 63.5 million as at 31 December 2021.

As at 31 December 2022, GC Rieber Shipping had cash and bank deposits of NOK 416.9 million, down from NOK 482.7 million as at 31 December 2021. Net current assets were NOK 428.2 million.

## EQUITY

GC Rieber Shipping had a book equity of NOK 1.171.0 million as at 31 December 2022, corresponding to an equity ratio of 98.8%, up from 70.8% at the end of December 2021.

## JOINT VENTURES

### Ice/Support

The now fully owned ice-breaker Polar Circle, was owned through a 50/50 joint venture in Cyprus at 31 December 2022. The vessel left Russia in June 2022, was idle in the fourth quarter and is currently available for new business opportunities.

The crew boat Polar Piltun is owned through another 50/50 joint venture in Cyprus and the vessel is currently in cold lay-up in Russia. GC Rieber Shipping will not engage in any new activities in Russia.

GC Rieber Shipping's 50% stake in the joint ventures is reported in the profit and loss statement under «Profit from joint ventures and associates».

The group's share of profit for the fourth quarter of 2022 amounted to negative NOK 41.6 million, including impairment of NOK 27.0 million following the purchase of the remaining 50% of Polar Circle. The share of profit for the corresponding period of 2021 was NOK 9.1 million.



*Polar Circle, available for new business opportunities*

## 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. Book value was NOK 440 million as at 31 December 2022.

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 900 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 2022.

In the fourth quarter of 2022, the group's shares were traded in a range from NOK 9.94 to NOK 11.90 per share. The closing price 31 December 2022 was NOK 10.20, which based on the 86,087,310 shares outstanding valued the group's equity at approximately NOK 878.1 million.

At the end of December 2022, the company had 1,173 shareholders. 94.2% 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 2022.

## Risks and uncertainties

GC Rieber Shipping is exposed to a number of risks as the company operates in a global market. The Board of Directors 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.

Following the investment in Windkeeper, GC Rieber Shipping is exposed towards the future demand for SOVs for operation and maintenance of offshore wind farms. Furthermore, the construction and delivery of new vessels are subject to a number of risks, including unexpected delays, quality and cost issues as well as macro-economic factors and other circumstances. The Windkeeper ship building contracts are on fixed price basis with the yard.

Following the sale of vessels, the company's exposure towards the oil and gas industry is reduced, however still present through the investment in Shearwater.

See the company's annual report for 2021 for more information of the company's risk management and principal risk and uncertainty factors.

## Outlook

GC Rieber Shipping is active in developing profitable and sustainable maritime projects mainly targeting markets for the energy transition.

These are attractive markets, with a positive outlook and healthy demand. GC Rieber Shipping has ordered two Windkeeper vessels with delivery early 2025. The vessels are designed for the operation and maintenance of offshore windfarms and deliver market leading operability.

Windkeeper has been well received by the market and holds substantial potential given the vessels' performance and market outlook. Windkeeper is a result of the change of strategy and launch of the project-house in 2020, proving GC Rieber Shipping's capability to develop innovative and sustainable maritime projects. Focus is now on building Windkeeper into a substantial and valuable player within the offshore wind industry.

The marine seismic market has continued its strong performance through the fourth quarter of 2022, with a positive outlook for 2023.

GC Rieber Shipping's now 100% owned ice breaking tug Polar Circle is currently available for new business opportunities. The market outlook for the vessel is strong, however the vessel operates in a niche for highly specialised vessels and services.

***Bergen, 16 February 2023***

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

*Chairman, Paul-Chr. Rieber*

*Vice Chairman, Morten Foros Krohnstad*

*Board Member, Birthe Cecilie Lepsøe*

*Board Member, Pål Selvik*

*Board Member, Ingrid von Streng Velken*

*CEO, Einar Ytredal*

# Financial accounts

GC Rieber Shipping ASA (unaudited)



# Consolidated Income Statement

(NOK 1000)	Note	Q4 2022	Q4 2021	31.12.2022	31.12.2021
Other income		1 290	404	5 212	2 452
<b>Total income</b>	<b>2,3</b>	<b>1 290</b>	<b>404</b>	<b>5 212</b>	<b>2 452</b>
Operating expenses		-3 967	-3 116	-22 405	-23 918
Gain (loss) from transactions in associated company		0	0	0	186 712
Profit from joint venture and associates		-41 582	9 061	-62 530	-35 518
<b>EBITDA*</b>	<b>2</b>	<b>-44 259</b>	<b>6 349</b>	<b>-79 723</b>	<b>129 728</b>
Depreciation		-1 472	-421	-2 767	-1 744
<b>Operating profit</b>	<b>2</b>	<b>-45 731</b>	<b>5 928</b>	<b>-82 489</b>	<b>127 984</b>
Financial income		5 310	1 485	9 301	3 101
Financial expenses		115	-53	-109	-658
Currency gains (losses)		-19 244	1 271	38 187	8 607
<b>Net financial income and expenses</b>		<b>-13 820</b>	<b>2 703</b>	<b>47 379</b>	<b>11 050</b>
<b>Profit / loss before taxes</b>		<b>-59 552</b>	<b>8 631</b>	<b>-35 111</b>	<b>139 034</b>
Taxes		0	0	0	0
<b>Profit / loss for continuing operations</b>		<b>-59 552</b>	<b>8 631</b>	<b>-35 111</b>	<b>139 034</b>
<b>Profit / loss from discontinuing operations</b>		<b>2 755</b>	<b>-79 980</b>	<b>278 246</b>	<b>38 877</b>
<b>Profit / loss for the period</b>		<b>-56 796</b>	<b>-71 350</b>	<b>243 135</b>	<b>177 911</b>
Earnings and diluted earnings per share (based on average number of shares)		-0,66	-0,83	2,82	2,07
Earnings and diluted earnings per share continuing operations		-0,69	0,10	-0,41	1,62
<i>* Operating profit before depreciation, write-downs and gains (losses) on fixed assets</i>					

# Consolidated statement of Comprehensive Income

(NOK 1000)	Q4 2022	Q4 2021	31.12.2022	31.12.2021
<b>Profit for the period</b>	-56 796	-71 350	243 135	177 911
<b>Other comprehensive income</b>				
Foreign currency translation - continued operations	38 137	12 006	37 557	14 113
Foreign currency translation - discontinued operations	0	10 061	3 420	14 172
Foreign currency translation recycled	0	-9 474	-279 944	-164 719
Changes in pension estimates	35	-368	35	-368
<b>Total comprehensive income / loss for the period net of tax</b>	<b>-18 624</b>	<b>-59 125</b>	<b>4 204</b>	<b>41 109</b>

# Consolidated statement of Financial Position

<b>Assets</b>	<b>Note</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
(NOK 1000)			
Rights, patents etc.	4	9 923	4 999
Newbuildings		204 325	0
Financial fixed assets	4,7	535 178	628 142
Long term receivables	4	0	2 590
<b>Total fixed assets</b>		<b>749 426</b>	<b>635 731</b>
Receivables		19 192	1 484
Cash and bank deposits		416 936	482 698
Total current assets		<b>436 129</b>	<b>484 182</b>
Total assets of discontinued operations		<b>0</b>	<b>593 821</b>
<b>Total assets</b>		<b>1 185 555</b>	<b>1 713 733</b>
<b>Equity and liabilities</b>			
(NOK 1000)			
Restricted equity		441 468	441 468
Retained earnings		729 495	771 755
<b>Total equity</b>		<b>1 170 962</b>	<b>1 213 222</b>
Provision for liabilities		6 696	6 902
Other long-term liabilities	7	0	853
First year instalments		0	0
Current liabilities	7	7 896	4 686
<b>Total liabilities</b>		<b>14 592</b>	<b>12 441</b>
Total liabilities of discontinued operations		<b>0</b>	<b>488 069</b>
<b>Total equity and liabilities</b>		<b>1 185 555</b>	<b>1 713 733</b>

# Consolidated statement of cash flows

	Note	Q4 2022	Q4 2021	31.12.2022	31.12.2021
<b>EBITDA</b>		<b>-44 259</b>	<b>6 349</b>	<b>-79 723</b>	<b>129 728</b>
Sale of financial fixed assets		0	0	0	-186 712
Change in net current assets		18 197	9 618	47 669	70 658
Discontinued operating activities		2 774	-24 686	-12 272	-20 890
<b>Net cash from operating activities</b>		<b>-23 288</b>	<b>-8 719</b>	<b>-44 325</b>	<b>-7 216</b>
Sale of tangible fixed assets		0	59 972	564 365	339 875
Sale of financial fixed assets		0	0	0	440 294
Investments in intangible fixed assets		-1 950	0	-5 964	-4 999
Other investing activities		-204 325	4 360	-159 922	10 493
<b>Net cash from investment activities</b>		<b>-206 276</b>	<b>64 332</b>	<b>398 479</b>	<b>785 663</b>
New loans and repayments		0	-13 726	-415 685	-409 842
Net payment of equity		0	-105 887	0	-105 887
Installment financial lease		-426	-431	-1 705	-1 705
Net interest paid		0	-3 628	-2 526	-18 744
<b>Net cash from financing activities</b>		<b>-426</b>	<b>-123 672</b>	<b>-419 916</b>	<b>-536 178</b>
<b>Net change in liquidity</b>		<b>-229 990</b>	<b>-68 060</b>	<b>-65 762</b>	<b>242 268</b>
Liquidity at beginning of period		646 926	550 758	482 698	240 430
<b>Liquidity at end of period</b>		<b>416 936</b>	<b>482 698</b>	<b>416 936</b>	<b>482 698</b>

# Consolidated statement of changes in equity

	Share capital	Own shares	Share Premium reserve	Other equity	Total equity
<b>Balance at 01.01.2021</b>	154 957	-98	286 510	836 236	1 277 605
Profit for the year	0	0	0	41 109	41 109
Sale of own shares	0	98	0	298	396
Dividends to shareholders	0	0	0	-105 887	-105 887
<b>Balance at 31.12.2021</b>	154 957	0	286 510	771 755	1 213 222
<b>Balance at 01.01.2022</b>	154 957	0	286 510	771 755	1 213 222
Profit for the year				784	784
Dividends to shareholders				-43 044	-43 044
<b>Balance at 31.12.2022</b>	154 957	0	286 510	729 495	1 170 962

# Notes

GC Rieber Shipping ASA

## **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 2021 were approved by the Board of Directors on 18 March 2022. The consolidated financial statement for the year ended 31 December 2021 with notes and auditor's report are available on our website at [www.gcrieber-shipping.com](http://www.gcrieber-shipping.com).

### **Accounting principles**

The Group's financial reporting is in accordance with International Financial Reporting Standards (IFRS). The consolidated interim accounts on 31 December 2022 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 2021 Group accounts. The condensed, consolidated quarterly financial statements were approved by the Board of Directors on 16 February 2023.

### **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, since some of the subsidiary's accounts are recorded in USD and converted to USD/NOK exchange rate on the balance sheet date 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 December 2022 the exchange rate USD against NOK was 9.86, and 8.82 at 31 December 2021.

### **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 2021 and the most important sources of estimate uncertainty are the same as for preparation of the 2021 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 2021 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 2021.

## 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: Project & Business Development and Joint Ventures. Joint Ventures comprises Ice/Support as a subsegment.

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.

The investment in Shearwater Geoservices Holding AS, previously reported as an associated company and presented as part of «Profit from joint ventures and associates» in the income statement, is reported as a financial fixed asset from July 2021, due to reduced ownership in the Company and that GC Rieber Shipping no longer being part of the shareholder agreement.

GC Rieber Shipping sold the SURF/construction vessel Polar Onyx in February 2022. Since Polar Onyx was the last owned vessel within the Subsea & Renewables segment, the segment was considered as discontinued operations as at 31 December 2021. See note 8 for more information regarding discontinued operations.

(NOK 1000)	Q4 2022	Q4 2021	31.12.22	31.12.21
Project and business development	1 290	404	5 212	2 452
<b>Operating income</b>	<b>1 290</b>	<b>404</b>	<b>5 212</b>	<b>2 452</b>
Project and business development	-2 677	-2 712	-17 193	-21 466
Gain (loss) from share issues in associated company	0	0	0	186 712
Associates - Seismic	0	0	0	-61 712
JV - Ice/support	-41 582	9 061	-62 530	26 194
<b>EBITDA*</b>	<b>-44 259</b>	<b>6 349</b>	<b>-79 723</b>	<b>129 728</b>
Project and business development	-4 149	-3 134	-19 960	-23 210
Gain (loss) from share issues in associated company	0	0	0	186 712
Associates - Seismic	0	0	0	-61 712
JV - Ice/support	-41 582	9 061	-62 530	26 194
<b>Operating profit</b>	<b>-45 731</b>	<b>5 928</b>	<b>-82 489</b>	<b>127 984</b>

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

### Project and Business Development

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.



### Joint Ventures

At 31 December 2022 the Group had 50% ownership in the vessel Polar Circle which until June 2022 operated as an ice-breaker/tug in Russia. The vessel has left Russia and is currently available for new business opportunities.

The Group also has 50% ownership in the crew vessel Polar Piltun per 31.12.2022. The ownership and operation of the vessel is managed through two joint venture companies located in Cyprus and Russia respectively. Polar Piltun is currently in cold lay-up in Russia. GC Rieber Shipping is in process handing over its ownership in these two companies to its joint venture partner and are awaiting governmental approval of the transaction. The handing over will have no profit nor cash effect.

### NOTE 3 - Income

Other income is the services part of continuing operations within the project and business development segment. See note 8 for more information regarding discontinued operations.

### NOTE 4 - Fixed assets

#### Rights, patents etc.

(NOK 1000)	31.12.2022	31.12.2021
Research and development	9 923	4 999
<b>Total rights, patents etc.</b>	<b>9 923</b>	<b>4 999</b>

GC Rieber Shipping is developing new vessel designs and concepts for future investments and will be depreciated over a period of five years.

### Vessels and equipment

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

#### Newbuilding's

(NOK 1000)	31.12.2022	31.12.2021
Newbuilding's	204 325	0
<b>Total newbuilding's</b>	<b>204 325</b>	<b>0</b>

GC Rieber Shipping has ordered two Windkeeper vessels with delivery early 2025. The vessels are designed for the operation and maintenance of offshore windfarms and deliver market leading operability.

#### Financial fixed assets

(NOK 1000)	31.12.2022	31.12.2021
Investment in joint ventures	94 877	187 840
Investment in Associates	0	0
Financial assets at fair value	440 301	440 301
<b>Total financial fixed assets</b>	<b>628 142</b>	<b>628 142</b>

GC Rieber Shipping has assessed the investment in Shearwater GeoServices and considers the current book value to be an appropriate estimate of the fair value as at 31.12.2022.

After the end of the period GC Rieber Shipping entered into an agreement with its Joint Venture partner, to buy its 50% share of the ice breaking tug Polar Circle. Following the purchase GC Rieber Shipping will fully own the vessel. The opportune purchase was priced significantly below book value, resulting in an impairment of NOK 27.0 million for GC Rieber Shipping in the fourth quarter of 2022.

There are limited business and assets remaining in Russia following GC Rieber Shipping's decision to exit its business in Russia. The remaining assets are written down in full. Total impairment as at 31 December 2022 was NOK 8.8 million.

### Long term receivables

(NOK 1000)	31.12.2022	31.12.2021
IFRS 16 – right of use asset	0	2 590
<b>Total long-term receivables</b>	<b>0</b>	<b>2 590</b>

### NOTE 5 - Repayment of credit facility

GC Rieber Shipping's credit facility is described in note 14 to the Group's annual report for 2021. The credit facility, which is considered discontinued operations, was repaid in full upon the sale of Polar Onyx in February 2022. See note 8 for more information.

### NOTE 6 - Overview of shareholders

The 20 largest shareholders in GC Rieber Shipping ASA as of 31 December 2022 (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	1 777 095	2.1 %
VIBEN AS	1 334 435	1.6 %
CELSIUS AS	1 328 768	1.5 %
TRIOSHIP INVEST AS	1 190 000	1.4 %
DELTA AS	970 000	1.1 %
VERDIPAPIRFONDET DNB SMB	878 632	1.0 %
SOLOMIO AS	850 000	1.0 %
JOHANNE MARIE RIEBER MARTENS	786 654	0.9 %
PARETO AKSJE NORGE VERDIPAPIRFOND	722 930	0.8 %
PELICAHN AS	685 166	0.8 %
MIDDELBOE AS	551 634	0.6 %
NES, BENEDICTE MARTENS	386 250	0.4 %
STORKLEIVEN AS	338 022	0.4 %
TRIOFA 2 AS	278 001	0.3 %
MARTENS, MIKKEL	225 949	0.3 %
RONG, TORHILD MARIE	210 648	0.2 %
BERGEN RÅVAREBØRS AS	208 668	0.2 %
KVANTIA AS	207 273	0.2 %
Other Shareholders	5 007 785	5.8 %
<b>Outstanding Shares</b>	<b>86 087 310</b>	<b>100.0 %</b>

## NOTE 7 - Leases

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.

### Right-of-use assets

(NOK 1 000)	31.12.2022	31.12.2021
Balance at 1 January	2 590	4 316
Depreciation	-1 726	-1 726
<b>Balance at period end</b>	<b>863</b>	<b>2 590</b>
Depreciation method	Straight-line	Straight-line
Useful life (years)	4	4

### Lease Liabilities

(NOK 1 000)	31.12.2022	31.12.2021
Balance at 1 January	2 610	4 413
Periods lease payments	-1 758	-1 803
<b>Balance at period end</b>	<b>852</b>	<b>2 610</b>

### Undiscounted lease liability and maturity of cash flows

(NOK 1 000)	31.12.2022	31.12.2021
Less than 1 year	916	1 920
1-4 years	0	853
<b>Total undiscounted lease liability as period end</b>	<b>916</b>	<b>2 773</b>
Interest rate	3 %	3 %

### Effect on Profit and loss statement

(NOK 1 000)	31.12.2022	31.12.2021
Administration cost - office rent	1 851	1 851
Depreciation - right-of-use asset	-1 726	-1 726
Interest cost - lease liabilities	61	89
<b>Net effect income statement</b>	<b>185</b>	<b>214</b>

## NOTE 8 - Discontinued Operations

In December 2021, GC Rieber Shipping entered into an agreement to sell the SURF/construction vessel Polar Onyx and the vessel was delivered to new owners in February 2022. Following the sale of Polar Onyx, GC Rieber Shipping no longer owns or operates vessels within the Subsea & Renewable market and the subsea and renewables segment are considered as discontinued operations.

### Income statement – discontinued operations

(NOK 1 000)	Q4 2022	Q4 2021	2022	2021
Operating income	45	6 401	7 913	81 532
Operating expenses	2 729	-31 087	-20 184	-102 422
<b>EBITDA*</b>	<b>2 774</b>	<b>-24 686</b>	<b>-12 272</b>	<b>-20 890</b>
Depreciation	0	-12 483	-571	-53 589
Write-down	0	-36 404	0	-31 850
Gains (losses) on sale of fixed assets	0	0	9 817	20 979
Foreign currency translation subsidiaries recycled	0	0	279 944	155 245
<b>Operating profit (EBIT)</b>	<b>2 774</b>	<b>-73 574</b>	<b>276 919</b>	<b>69 895</b>
Financial income	0	10 044	7	10 004
Financial expenses	0	-15 321	536	-35 332
Currency gains (losses)	0	-1 293	803	-5 813
<b>Net income before taxes</b>	<b>2 774</b>	<b>-80 144</b>	<b>278 265</b>	<b>38 754</b>
Taxes	-19	163	-19	123
<b>Profit from discontinuing operations</b>	<b>2 755</b>	<b>-79 981</b>	<b>278 246</b>	<b>38 877</b>

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

### Fixed assets - net book value discontinued operations

(NOK 1 000)	Vessels and periodic maintenance	Machinery and equipment	In total
Net book value 01.01.	583 597	1 713	585 310
Disposals	-589 116	-1 142	-590 258
Depreciation	0	-571	-571
Write-downs	0	0	0
Changes in translation differences	5 519	0	5 519
<b>Net book value 31.12.</b>	<b>0</b>	<b>0</b>	<b>0</b>

### Sale of fixed assets

The vessel had a 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 Onyx was sold in February 2022 resulting in a loss of NOK 2.9 million. The sale triggered a recycling of foreign transaction differences of NOK 279.9 million. Recycling of foreign currency transaction differences does not have cash effect.

In January 2022 GC Rieber Shipping sold the gangway that was booked as machinery and equipment in the balance sheet per 31 December 2021. Net profit from the transaction was NOK 6.9 million.

## NOTE 9 - Dividend

21 April 2022, the annual general meeting approved a dividend of NOK 0.50 per share on the basis of the company's 2021 annual accounts. The total dividend of NOK 43 million, was paid to the shareholders 3 May 2022.

## NOTE 10 - 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
<b>Operating profit before depreciation (EBITDA)</b>	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
<b>Operating profit (EBIT)</b>	EBIT represents earnings before interest and tax.	EBIT shows operating profitability regardless of capital structure and tax situations.
<b>Net interest-bearing debt</b>	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.
<b>Equity ratio</b>	Equity divided by assets at the reporting date.	Measure capital contributed by shareholders to fund the Group's assets.
<b>Earnings per share</b>	Earnings divided by average number of shares outstanding.	Measures the Group's earnings on a per-share basis.