

**OCEANTEAM ASA**  
**1st HALF-YEAR REPORT 2018**

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# 1.

## Corporate Highlights

- In April 2018 a debt-to-equity conversion has taken place whereas USD 62.073.570 of debt under the Company's Senior Callable Bond 2012/2017, including outstanding interest, has been converted into equity. USD 5 million of the bond remains and the pledge on the Solutions Fixed Assets and the blocked account has been lifted.
- As a result of the debt-to-equity conversion the share capital of the Company has increased to NOK 350.164.479,50. The total number of Company's shares is 700.328.959 with a nominal value of NOK 0,50 per share.
- The composition of the management team and the Board of Directors has been changed and the current Board of Directors consists of chairman Mr. Cordia and members Ms. Govaert, both appointed in April 2018 and Mr. Jesse, appointed in July 2018. Mr. Legger acts as interim CEO of the Company.
- In April 2018 new equity for USD 2.5 million was issued by the Company.
- In April 2018 a short term loan of USD 1.5 million was issued by Stichting Value Partners Family Office.
- CSV Southern Ocean secured a new contract and started operations in February 2018 for a firm period of 30 days and per the date of this report is still under contract pursuant to exercise of extension options. CSV Southern Ocean has been assigned to multiple smaller projects within the APAC region.
- The Norwegian courts have ruled that a public investigation in certain related parties transaction is to take place as requested by the minority shareholders. The investigation is currently being performed by a Norwegian law firm and initial deposit of NOK 3 million has been paid by Oceanteam and reported in the year 2017.
- Negotiations regarding the contract structure of the DOT Joint Venture between JV partners Diavaz and Oceanteam have been initiated.
- Royal IHC acquired Oceanteam's subsidiary KCI the engineers B.V. from Oceanteam in January 2018. Final settlement will be made in the first quarter 2019.
- DOT Shipping, in partnership with Pacific Radiance, cancelled the purchase and chartering contracts for CSV Tampamachoco 1 in view of the deterioration of the Mexican market.

## 2.

# Financial Performance

Key figures for the Group in USD million	30-6-2018	30-6-2017	Variance
Operating income	12.7	13.1	(0.4)
Operating costs	3.9	2.6	1.3
General & Administration	3.0	3.3	(0.3)
Operating profit (loss)	2.9	(2.4)	5.3
Net finance	(4.4)	22.2	(26.6)
Net profit (loss)	(1.4)	19.6	(21.0)
EBITDA	5.7	7.2	(1.5)

Operating income in first half year 2018 was USD 12.71 million compared to USD 13.16 million in the first half year 2017. The Solutions business performed better than 2017 with an increase of sales of USD 2.81 million to USD 4.56 million. Revenue for the CSV Southern Ocean decreased by USD 3.6 million to USD 7.4 million due to less operational days.

Net income from joint venture Oceanteam Bourbon 101 AS is USD 0.75 million in the first half year 2018 (first half year 2017; USD 0.42 million) due to lower charter income which is compensated by lower shipping costs and less depreciation.

Operating expenses in first half year 2018 amounted to USD 9.77 million (first half year 2017; USD 15.59 million).

The operating costs were USD 1.36 million higher mainly due to cable handling of several contracts in the Solutions business.

General & Administration costs amounted to USD 3.04 million (first half year 2017; USD 3.33 million). Costs decreased due to less professional services fees, salary, management expenses and office rent.

The restated financials for the first half year 2017 included an additional depreciation of USD 3.3 million due to changed accounting policy regarding the valuation of the CSV Southern Ocean. In 2017 a write off for the CSV North Ocean 105 of USD 2.71 million was taken due to the sale of the vessel.

The operating profit increased from a negative USD 2.44 million in the first half year of 2017 to a positive USD 2.94 million. Net operating profit of the Shipping segment was USD 1.8 million. Net operating profit of the Solutions segment was USD 1.1 million.

Net finance was negative USD 4.39 million for the first half year 2018. This was irrespective of a decrease of financial expenses from negative USD 7.05 million in the first half year 2017 to USD 4.2 million in the first half year 2018, which decreased due to the conversion of the bond loan into equity.

Net profit for the period resulted in USD (1.45) million.

The first half year 2017 financial income represented the financial effect of USD 26.68 million due to the revaluation of the bond loan. Due to the conversion of the majority of the bond loan into equity in 2018 partial reversal of the revaluation is presented in financial expense as a loss of USD 1.76 million (see note 6 Loans and borrowings).

### CASH FLOW AND CASH POSITION

During the first half year 2018 the overall cash position increased from USD 8.15 million to USD 9.37 million, of which USD 7.4 million is within the ship owning companies and not freely available to Oceanteam ASA (2017 ; USD 5.3 million restricted). Net cash flow from operations was USD 0.7 million; (2017 ; USD 1.24 million). Net cash flow from investments was USD (0.08) million (2017 ; USD 10.3 million). This was substantially lower than over the first half year 2017 due to the proceeds received from divestments during that period. During the first half year 2018 shares were issued to Corinvest B.V. for USD 2.5 million. A short term loan from Stichting Value Partners Family Office of USD 1.5 million was provided to the Company.

### EFFECT OF THE CONVERSION OF THE BOND LOAN

In April 2018 as a result of the debt-for-equity swap 620.735.700 shares were issued equal to the value of the bond loan of USD 62.073.564. The share capital value increased by USD 39.85 million and USD 22.22 million is booked as share premium. In June 2017 the fair valuation gain on the bond loan was recognized in accordance with IAS 39 and was amortized up until the date the bond was converted. The remaining fair valuation gain of USD 23.3 million, attributable to the proportion of the bond loan which was converted, has been released and recognized directly in equity (see Balance sheet). In aggregate, net cash from changes share issue was USD 3.05 million.

### 3.

## Message From The Ceo

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The first half of 2018 was a period of significant change for the Company. With approval of the shareholders on 13 April 2018 the comprehensive restructuring of the Company has been completed successfully, including converting of virtually all its bond debt into equity. The Bondholders thereby expressed their continuing willingness to give their full support to Oceanteam and have made a major contribution towards a sound financial future for the Company. At the same time, the Company has been able to attract fresh capital and has completely changed its corporate Board and management. Negotiations regarding the asset backed finance facility with the banking consortium are expected to be finalized in 2018. Having new capital in the Company in combination with a new Board of Directors originating from the shipping and offshore industry, the foundation is laid to start re-building the Company toward a reliable offshore service partner.

The new Board and management have assessed the previous period in the Company and stressed the importance for full transparency and compliance to all national and international standards and regulations. The Board and management started restructuring of the internal organization which will be finalized during the 2nd half of 2018. Cost saving programs and improved internal controls have been implemented. Outstanding financial issues with vendors and consultants have been resolved. The Company will work to implement new and strict internal controls and procedures, with the professional guidance and assistance of RSM Norge AS from Oslo (RSM). The financial and accounting team shall be strengthened, to ensure timely and trustworthy reporting to Board, Shareholders and all other relevant parties.

The Norwegian courts have ruled that a public investigation in certain related parties transaction is to take place as requested by the minority shareholders. The investigation is currently being performed by a Norwegian law firm with the full support from the management and Board of Directors of the Company.

The good cooperation between Oceanteam and its auditor RSM, who has been appointed on 13 April 2018 resulted in the preparation, completion, auditing and publication of the annual report within a short period, albeit after the statutory deadline. The Oslo Stock Exchange has released the suspension of the trade of Oceanteam ASA's shares in July 2018 after filing the annual report 2017.

The business development team of the Company is actively pursuing new opportunities for the Groups' fleet and equipment to ensure optimal shareholder value through maximum deployment of the Company's assets.

Diederik Legger  
Interim CEO  
Oceanteam ASA

## 4.

# Corporate Identity

Oceanteam is a diversified offshore service provider. Oceanteam provides high quality support to offshore contractors all over the world through its fleet of large and advanced offshore vessels (Oceanteam Shipping), and its fleet of power cable storage, handling and logistic equipment (Oceanteam Solutions).

Oceanteam focuses on economically and technically challenging projects for clients in the oil and gas and renewables industries. In addition, we are among the few companies in the world to combine high-end engineering know-how, DNV GL certified shipping and expertise, Lloyd's ISO certified solutions and special purpose equipment in a single 'one-stop shop' service, as required.

Oceanteam has offices in Amsterdam and Velsen in the Netherlands. The corporate headquarter is in Bergen, Norway. The Company is well positioned in growth basins including Gulf of Mexico, Latin America, West Africa, Asia-Pacific and the North Sea.

For more information about the Company: [www.oceanteam.no](http://www.oceanteam.no)

The Company ticker on the Oslo Stock Exchange is "OTS" ([www.ose.no](http://www.ose.no)).

## 5.

# Operations

### **OCEANTEAM SHIPPING**

Oceanteam Shipping owns, charters and manages two deepwater construction support vessels (CSV's), being the CSV Bourbon Oceanteam 101 and the CSV Southern Ocean.

The CSV Bourbon Oceanteam 101 continued a multi-year charter contract in Angola for Sonasurf and TOTAL SA. The contract, which has commenced in 2016, has a firm duration of three years and two one-year options.

The CSV Southern Ocean has continued her long-term bareboat charter contract with Fugro in Australia. The contract has entered a suspension phase with firm duration until the end of 2018. Charterers Fugro have in the meantime deployed the vessel on a short term charter for various jobs in the APAC Region. Oceanteam and Fugro have initiated a world-wide re-marketing and re-deployment initiative for the CSV Southern Ocean, offering her to prospective clients with an integrated survey and multiple ROV spread.

### **DOT SHIPPING**

Oceanteam operates two Fast Support Vessels with its Mexican partner Diavaz. Due to the decline of the Mexican offshore markets, the charter income has decreased significantly over 2017. During 2018 Diavaz and Oceanteam have initiated a constructive dialogue to find a new contractual structure.

In 2015 DOT Shipping, in partnership with Pacific Radiance, obtained a 50 percent stake in a large newbuild construction support vessel to be named Tampamachoco 1. In view of the deterioration of the Mexican market, the delivery of this vessel was cancelled in February 2018. The investment was written off in previous fiscal years.

### **OCEANTEAM SOLUTIONS**

Oceanteam Solutions focuses on providing a complete set of high quality equipment suitable for offshore cable laying, umbilical installations, on- and offshore storage and transport in close collaboration with Oceanteam's other business unit. The division has a long track record in cable and umbilical services. It has a pool of experienced staff plus equipment, vessels and engineering capabilities to provide a complete range of Lloyd's ISO certified solutions.

Multiple cable storage projects, cable handling activities and rental of equipment were ongoing and the Company's main assets remained under contract until late 2018.

## 6.

# Market Outlook

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For the Shipping segment, the developments in the offshore oil and gas market are the main driver. This market has seen serious decline from 2015 onwards. Thanks to the focus on long-term charter contracts, Oceanteam has been able to keep average vessel rates above the 'spot' market levels. Recently, oil companies have stepped up their offshore development activities. It is expected that this will result in a gradual improvement of the business segment over time and stabilization of charter rates.

The offshore wind industry has significant generation potential in Europe with more and more large sites. More than 90 percent of all offshore wind installations can be found in European waters. However, governments elsewhere have set ambitious targets for offshore wind farms and development is starting to take off in China, Japan, South Korea, Taiwan and the US. This development reflects an increase of demand for services related to the offshore wind industry. Oceanteam Solutions anticipates by offering its worldwide cable transport, handling and storage services.

### **BACKLOG**

To mitigate the market risk, the Company has secured backlog for 2018 (Southern Ocean) and 2019 (Bourbon Oceanteam 101) for its CSV assets. There is considerable uncertainty as to how long it will take before demands pick up and market conditions are expected to remain challenging for several years. The Company is still positive and believes that the long-term fundamentals of the relevant markets and regions where it operates remain strong and that it is well placed to ride the next upturn in these cyclical markets. Oceanteam is optimistic that the unique characteristics of its large CSV's, will place the Company in an advantageous position to re-contract the vessels with industry leaders at reasonable dayrates.



## 7.

# Going Concern

In accordance with the Accounting Act § 3-3a Oceanteam ASA confirms that the financial statements have been prepared under the assumption of going concern. This assumption is based on income forecasts for the years 2018 – 2019 and the Group's long-term strategic forecasts. The market has been experiencing a downturn which has had a direct impact on the performance and liquidity of the Group. Liquidity forecasts going forward are for modest but positive cash flows. The Directors have considered all available information about the future when concluding whether the Company is a going concern at the date they approve the financial statements. The review covers a period of at least twelve months from the date of approval of annual report. The Company has initiated several cost saving initiatives within corporate and operational segments, implemented and executed in 2018.

Detailed disclosure note on future cash flows period of 12 months (from 1 June 2018 until 31 May 2019) with underlying key assumptions are available in the annual report 2017 within Financial Statement disclosure Note 3.

There is inherited risk in cash flow estimates for Company ability to secure new contracts within its business segments. However, the Company has plans to mitigate the constraint through various actions. Reference is made to the disclosures for detailed information about various risks in the annual report 2017 and how the Company is mitigating these.

Revenue streams from the contracts within the Shipping segment running for 5 months and 15 months after balance sheet date are highly predictable. The financing of these vessels is similarly stable and secured by a long term contract coverage. The main risks related to the Shipping segment relate to securing contract coverage for the CSV Southern Ocean in Q4 2018.

Solutions is experiencing pricing pressure as volumes have come down across the segment; the Company is focusing on utilisation rather than pricing and is presently covering its costs. Within this segment the maritime asset rental business is doing somewhat better based upon an asset cost base which is written off; an uptick in interest/ demand should improve cash yield of this service.

The revised ship finance facility was signed and executed June 2017 between Oceanteam Bourbon 101 AS and Oceanteam Bourbon 4 AS and the Lenders group of the following banks: Sparebank 1 SMN Bank, DVB Bank SE Nordic and NIBC Bank N.V as lenders, and Sparebank 1 SMN Bank as facility agent. The loans were extended until November 2022.

In April 2018 USD 62.073.570 of the bond loan was converted into equity. The remaining balance of the bond loan at balance date is USD 5 million.

In April 2018 an unsecured loan was granted by Stichting Value Partners Family Office for USD 1.5 million. The agreed repayment would be 6 months after granting the loan but a waiver has been given to unconditionally extend the maturity of the loan for another 12 months.

Final settlement of sale of KCI the engineers B.V. shares expected in the first quarter 2019.

## 8.

### Subsequent Events After The Balance Sheet Date

- In July 2018 the suspension on the trade of shares of the Company has been released by Oslo Stock Exchange and the original shares of the Company are fully tradable.
- The 670.735.700 newly issued Company's shares as a result of the restructuring approved on 13 April 2018 shall be released for trading upon publication of a listing prospectus by the Company expected in the course of September 2018.
- During the AGM of the Company held on 12 July 2018 a reduction of the Company's share capital by NOK 175.082.239,75, from NOK 350.164.479,50 to NOK 175.082.239,75 by reducing the nominal value of the shares from NOK 0,50 per share to NOK 0,25 per share was approved by the shareholders.
- Negotiations regarding the contracting structure of the DOT entities between JV partner Diavaz and Oceanteam have started in July 2018.

## 9.

# Financial Statements

## Consolidated statement of profit or loss and other comprehensive income

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### GROUP

USD '000

	Notes	(Unaudited) 30-6-2018	Restated 30-6-2017
Revenue		11.962	12.740
Net income from associates/joint ventures		751	415
<b>Total operating income</b>	<b>3</b>	<b>12.713</b>	<b>13.155</b>
Operating costs	3	(3.936)	(2.577)
General & Administration		(3.043)	(3.325)
Depreciation and amortisation	4	(2.694)	(6.984)
Write off / Impairment		(100)	(2.706)
<b>Total operating expenses</b>		<b>(9.772)</b>	<b>(15.591)</b>
<b>Operating profit (loss)</b>		<b>2.941</b>	<b>(2.436)</b>
Financial income		0	29.699
Financial expense		(4.202)	(7.050)
Foreign exchange results (loss)		(190)	(365)
<b>Net finance</b>	<b>6</b>	<b>(4.391)</b>	<b>22.284</b>
<b>Ordinary profit (loss) before taxes</b>		<b>(1.450)</b>	<b>19.848</b>
Tax expense		0	-
<b>Profit from continuing operations</b>		<b>(1.450)</b>	<b>19.848</b>
Loss from discontinued operation		-	(252)
<b>Profit for the period</b>		<b>(1.450)</b>	<b>19.596</b>

### CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Other comprehensive income	-	-
Contributions by and distributions	-	-
<b>Total comprehensive income for the year</b>	<b>-</b>	<b>-</b>

## Consolidated statement of profit or loss and other comprehensive income

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### GROUP

USD '000

	Notes	<b>(Unaudited)</b> 30-6-2018	<b>Restated</b> 30-6-2017
<b>Profit (loss) attributable to:</b>			
Owners of the Company		(2.520)	15.418
Non-controlling interests		1.070	4.177
<b>Profit (loss)</b>		<b>(1.450)</b>	<b>19.596</b>
<b>Total comprehensive income attributable to:</b>			
Owners of the Company		(2.520)	15.418
Non-controlling interests		1.070	4.177
<b>Total comprehensive income for the year</b>		<b>(1.450)</b>	<b>19.596</b>
<b>Earnings per share (in USD)</b>			
Basic earnings per share (in USD)		(0,00)	0,74
Dilutive earning per share (in USD)		(0,00)	0,74

## Balance sheet

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### GROUP

USD '000

	Notes	(Unaudited) 30-6-2018	31-12-2017
<b>Assets</b>			
<b>Non-current Assets - Property, plant and equipment</b>			
Investment in associates and joint ventures	7	8.630	7.878
Vessels and equipment	4	99.071	101.684
<b>Total</b>		<b>107.701</b>	<b>109.562</b>
<b>Non-current Assets - Other</b>			
Deferred tax assets		1.250	1.250
Intangible assets		(0)	(0)
Goodwill		-	-
<b>Total</b>		<b>1.250</b>	<b>1.250</b>
<b>Total non-current assets</b>		<b>108.951</b>	<b>110.812</b>
<b>Current Assets</b>			
Trade receivables		2.776	3.010
Other receivables		4.303	2.793
<b>Total receivables</b>		<b>7.079</b>	<b>5.802</b>
Cash and cash equivalents		9.368	7.301
Assets held for sale		-	6.580
<b>Total current assets</b>		<b>16.447</b>	<b>19.683</b>
<b>Total assets</b>		<b>125.398</b>	<b>130.495</b>

## Balance sheet

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### GROUP

USD '000

	Notes	(Unaudited) 30-6-2018	31-12-2017
<b>Equity and liabilities</b>			
Share capital		45.572	2.595
Treasury shares		(256)	(256)
Share premium		23.526	1.304
Reserves		(14.785)	11.121
<b>Equity attributable to owners of the Company</b>		<b>54.057</b>	<b>14.764</b>
Non-controlling interests	5	23.308	22.238
<b>Total non-controlling interests</b>		<b>23.308</b>	<b>22.238</b>
<b>Total equity</b>		<b>77.365</b>	<b>37.002</b>
Loans and borrowings	6	3.483	39.720
<b>Total non-current liabilities</b>		<b>3.483</b>	<b>39.720</b>
First year installments	6	35.449	37.919
Trade payables		3.198	5.065
Tax payable		25	29
Public charges		138	199
Liabilities for sale		-	2.641
Other current liabilities		5.741	7.921
<b>Total current liabilities</b>		<b>44.551</b>	<b>53.773</b>
<b>Total liabilities</b>		<b>48.033</b>	<b>93.493</b>
<b>Total equity and liabilities</b>		<b>125.398</b>	<b>130.495</b>

## Consolidated statement of changes in equity

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### GROUP

USD '000

	30-6-2018	2017
<b>Equity at period opening balance (Number of shares: 29.593.259)</b>	<b>37.002</b>	<b>49.015</b>
Profit after taxes majority	(1.450)	(12.015)
Treasury shares	-	2
Issued new shares	42.977	
Share premium related to issued new shares	22.222	
Conversion of bond loan fair value adjustment*	(23.386)	
<b>Equity at period end (Number of shares: 700.328.959)</b>	<b>77.365</b>	<b>37.002</b>

### Consolidated statement of changes in equity

	Share capital	Treasury shares	Share premium	Other equity	Non-controlling interests	Total equity
Equity at 1 January 2018	2.595	(256)	1.304	11.122	22.238	37.002
Profit and loss				(2.520)	1.070	(1.450)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(2.520)</b>	<b>1.070</b>	<b>(1.450)</b>
Other equity related to unwinding bond loan	42.977		22.222			65.199
Conversion of bond loan fair value adjustment *				(23.386)		(23.386)
Contributions by and distributions to owners						
<b>Equity per 30 June 2018</b>	<b>45.572</b>	<b>(256)</b>	<b>23.526</b>	<b>(14.785)</b>	<b>23.308</b>	<b>77.365</b>

### Condensed consolidated statement of changes in equity

	Share capital	Treasury shares	Share premium	Other equity	Non-controlling interests	Total equity
<b>Equity at 1 January 2017</b>	2.595	(257)	1.304	18.443	26.931	49.015
<b>Restated equity at 1 January 2017</b>	<b>2.595</b>	<b>(257)</b>	<b>1.304</b>	<b>18.443</b>	<b>26.931</b>	<b>49.015</b>
Profit and loss				(7.321)	(4.693)	(12.015)
<b>Total comprehensive income</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7.321)</b>	<b>(4.693)</b>	<b>(12.015)</b>
Contributions by and distributions to owners						
Issue of ordinary shares		1				1
<b>Equity per 31 December 2017</b>	<b>2.595</b>	<b>(256)</b>	<b>1.304</b>	<b>11.122</b>	<b>22.238</b>	<b>37.002</b>

\*The remaining fair valuation gain, attributable to the proportion of the bond loan which was converted, has been released and recognized direct in equity. The fair valuation gain was initially recognized in June 2017, in accordance with IAS 39, and was amortized up until the date the bond was converted.



## Consolidated condensed interim cash flow statement

(UNAUDITED FOR THE SIX MONTHS ENDED 30 JUNE 2018)

### Group

USD '000

	Notes	30-6-2018	30-6-2017
<b>Ordinary profit (loss) before taxes</b>		<b>(1.450)</b>	<b>19.596</b>
Tax		(0)	-
<b>Ordinary profit (loss) before taxes</b>		<b>(1.450)</b>	<b>19.596</b>
Depreciation and amortization of tangible assets	3, 4	2.694	6.984
Tax paid		(4)	65
Net income of associates	7	(751)	(415)
Write off assets		100	2.706
Revaluation of the bond loan		1.778	(29.785)
Change in trade receivables		233	1.292
Change in other receivables		2.429	368
Change in trade payables		(1.867)	683
Change in other accruals		(2.241)	(99)
Effects from change in accounting principle and other changes		(194)	(149)
<b>Net cash flow from operating activities</b>		<b>727</b>	<b>1.245</b>
Cash out due to investments		(95)	(395)
Cash in due to disposals		14	60
Cash in due to disinvestments			10.652
<b>Net cash flow from investing activities</b>	<b>4</b>	<b>(82)</b>	<b>10.317</b>
Issuing of new debt	6	1.520	
Repayment of debt		(3.989)	(6.929)
Dividend paid/ decrease in paid-in capital to non-controlling interest			
<b>Net cash flow from financing activities</b>		<b>(2.470)</b>	<b>(6.929)</b>
Conversion bond loan to equity		(38.770)	
Issued new shares		42.977	
Changes in equity related to the conversion		(1.161)	
<b>Net cash from changes share issue</b>		<b>3.046</b>	<b>-</b>
<b>Net change in cash and equivalents</b>		<b>1.221</b>	<b>4.633</b>
<b>Cash and equivalents at start of period</b>		<b>8.147</b>	<b>3.514</b>
<b>Cash and equivalents at end of period**</b>		<b>9.368</b>	<b>8.147</b>

\* restricted cash is USD 7.4 million

\*\* In addition to the cash and cash equivalent per 30 June 2018, the Group holds treasury shares of approximately USD 0.2 million in current market value.

## **10.**

### Notes To The Financial Statements

## **Note 1.** Basis of preparation

The interim condensed consolidated financial statements for the six months ended 30 June 2018 have been prepared in accordance with IAS 34 Interim Financial Reporting. The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Group's annual financial statements as at 31 December 2017.

## **Note 2.** New standards, interpretations and amendments adopted by the Group

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual consolidated financial statements for the year ended 31 December 2017. The Group has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

The interim comparative figures in this report reflect the retrospective application of the change in accounting policy recognized in the Group's annual consolidated financial statements for the year ended 31 December 2017. This change in accounting policy, for the Construction Support Vessels (CSV), was from the revaluation model to the cost model (see annual report 2017 note 2 Summary of significant accounting policies).

### Note 3. Operating segments

The Group has two segments, Oceanteam Shipping and Oceanteam Solutions. The current segments are the Group's strategic divisions. The strategic divisions offer different products and services, and are managed separately because they require different technology and marketing strategies. For each of the strategic divisions, the Group's Board (the chief operating decision maker) reviews internal management reports on a monthly basis. The following summary describes the operations in each of the Group's reportable segments. The following tables present revenue and profit information for the Group's operating segments for the six months ended 30 June 2018 and 30 June 2017, respectively.

USD '000	Oceanteam Shipping		Oceanteam Solutions			TOTAL
	30-6-2018	Restated 30-6-2017	30-6-2018	Restated 30-6-2017	30-6-2018	Restated 30-6-2017
Revenue	7.387	10.150	4.575	2.589	11.962	12.740
Net income from associates/joint ventures	751	415	-	-	751	415
Operating cost	(1.781)	(961)	(2.154)	(1.616)	(3.936)	(2.577)
General & Administration	(1.911)	(2.065)	(1.132)	(1.259)	(3.043)	(3.325)
	<b>4.445</b>	<b>7.539</b>	<b>1.289</b>	<b>(286)</b>	<b>5.735</b>	<b>7.254</b>
Intersegment revenue	40	40	315	286	355	327
Intersegment cost	(315)	(286)	(40)	(40)	(355)	(327)
Depreciation and amortisation	(2.175)	(5.917)	(520)	(1.067)	(2.694)	(6.984)
Write off	(100)	(2.640)	-	(66)	(100)	(2.706)
<b>Reportable segment operating profit</b>	<b>1.896</b>	<b>(1.264)</b>	<b>1.045</b>	<b>(1.172)</b>	<b>2.941</b>	<b>(2.436)</b>
Financial income	0	29.861	0	(162)	0	29.699
Financial expense	(4.169)	(6.748)	(33)	(302)	4.202	(7.050)
Foreign exchange effects	(101)	(134)	(88)	(231)	(190)	(365)
<b>Net finance</b>	<b>(4.270)</b>	<b>22.979</b>	<b>(121)</b>	<b>(695)</b>	<b>(4.391)</b>	<b>22.284</b>
Pre-tax profit / (loss)	<b>(2.374)</b>	<b>21.715</b>	<b>924</b>	<b>(1.867)</b>	<b>(1.450)</b>	<b>19.848</b>
Income tax	-	-	-	-	-	-
<b>Net result from continuing operations</b>	<b>(2.374)</b>	<b>21.715</b>	<b>924</b>	<b>(1.867)</b>	<b>(1.450)</b>	<b>19.848</b>
<b>Net result from discontinuing operations</b>	-	-	-	<b>(252)</b>	-	<b>(252)</b>
<b>Net result for the period</b>	<b>(2.374)</b>	<b>21.715</b>	<b>924</b>	<b>(2.120)</b>	<b>(1.450)</b>	<b>19.596</b>

The Shipping segment consists of two operating CSV vessels and four FSV crew boats. All vessels worked outside Europe in H1 2018. One of the CSV vessels, CSV Bourbon Oceanteam 101, is consolidated according to equity method, while the other CSV vessel, CSV Southern Ocean, is fully consolidated. Administration expenses in Oceanteam ASA are allocated to the Shipping segment since material resources from Oceanteam ASA are allocated to the Shipping segment. The Oceanteam Solutions segment consist of equipment business from RentOcean, an equipment department organized under Oceanteam Shipping BV. Administration expenses in Oceanteam Shipping BV are allocated to the equipment business due to RentOcean.

## Note 4. Tangible assets

Carrying values	Southern Ocean	Fast Support Vessels, machinery & other	Total
Consolidation method	Subsidiary	Subsidiaries	
Carrying values per 1 January 2018	84.666	17.018	101.684
Additions	1	201	202
Disposals		(120)	(120)
Depreciation tangible asset	(2.167)	(527)	(2.694)
Impairment			-
<b>Carrying values per 30 June 2018</b>	<b>82.500</b>	<b>16.571</b>	<b>99.071</b>

VESSEL AND EQUIPMENT	Southern Ocean	Fast Support Vessels, machinery & other	Total
Historical cost 1 January 2018	169.557	50.918	220.475
Additions	1	201	202
Disposals		(120)	(120)
<b>Historical cost 30 June 2018</b>	<b>169.558</b>	<b>50.999</b>	<b>220.557</b>
Accumulated depreciation 1 January 2018	(18.315)	(21.474)	(39.789)
Depreciation	(2.167)	(527)	(2.694)
Disposals depreciation			-
<b>Accumulated depreciation 30 June 2018</b>	<b>(20.483)</b>	<b>(22.001)</b>	<b>(42.484)</b>
Accumulated impairments 1 January 2018	(66.576)	(12.427)	(79.002)
Impairments/reversals			-
<b>Accumulated impairments 30 June 2018</b>	<b>(66.576)</b>	<b>(12.427)</b>	<b>(79.002)</b>
<b>Total carrying amount per 30 June 2018</b>	<b>82.500</b>	<b>16.571</b>	<b>99.071</b>

Depreciation rates	5-25 years	3-25 years
Depreciation method	linear	linear

In 2017 the write off period of the equipment within Oceanteam Shipping B.V. was extended, representing a write off period more in line with the economic lifetime of the equipment. The economic lifetime of the turntables have been extended from 15 to 25 years and the economic lifetime of the other equipment have been extended by 5 to 10 years.

When internal resources are used to engineer and construct a fixed asset, the relevant costs are added to the historical cost. All construction financing costs are capitalized. There have not been costs related to own development and borrowing cost in 2018. The Construction Support Vessels (CSV's) and the Fast Support Vessels (FSV's) are financed and held for security, see note 6 Loans and borrowings.

## Note 5. Investments in subsidiaries

USD '000

	Oceanteam Bourbon 4 AS
Operating segment	Shipping
Principal place of business	Bergen, Norway
Ownership interest held by non-controlling interests	50%
Voting rights held by non-controlling interests*	40%

The following is summarised financial information for Oceanteam Bourbon 4 AS based on the company's financial statements prepared according to Norwegian GAAP.

The information is before intercompany eliminations with other companies in the Group.

USD '000	Oceanteam Bourbon 4 AS	
	30-6-2018	Restated 30-6-2017
Operating income	7.522	10.110
Operating expenses	(4.167)	(2.959)
Net finance costs	(1.090)	(1.085)
Tax on ordinary result	-	-
<b>Net profit / (loss) for the reporting period (before adjustments)</b>	<b>2.265</b>	<b>6.066</b>
Adjustments made at Group level	(124)	(5.904)
<b>Net profit / (loss) for the reporting period</b>	<b>2.142</b>	<b>163</b>
Other comprehensive income		
<b>Total comprehensive income</b>	<b>2.142</b>	<b>163</b>
<b>Profit attributable to non-controlling interests</b>	<b>1.071</b>	<b>81</b>
Current assets	9.277	6.951
Non-current assets	66.407	70.490
Current liabilities	(43.858)	(51.635)
Non-current liabilities	-	-
<b>Net assets</b>	<b>31.826</b>	<b>25.806</b>
Adjustment made at Group level	16.093	19.971
<b>Net assets</b>	<b>47.919</b>	<b>45.777</b>
<b>Net assets attributable to non-controlling interests</b>	<b>23.960</b>	<b>22.888</b>

\* Oceanteam ASA controls the day to day operations of Oceanteam Bourbon 4 AS. However, any decisions including the transfer of assets, cash or declaration of dividends, has to be jointly decided upon by both JV partners, Oceanteam ASA and Bourbon Offshore Norway AS. Oceanteam Bourbon 4 AS has a credit and guarantee facility agreement with several banks which has various covenants including a minimum free cash of USD 500.000 (see note 6).

The consolidated Group's total cash consists of USD 9.4 million out of which USD 7.4 million is restricted and belongs to Oceanteam Bourbon 4 AS.

## Note 6. Loans and borrowings

The table below analyses the Group's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet to the contractual maturity date. The amounts disclosed in the table are the contractual cash flows including interests representing nominal value at payment date. There are no unsettled derivative financial liabilities.

USD '000

At 30 June 2018	Q1	Q2	Q3-Q4	Over 1 year	Total
Total outstanding on loan			33.930	5.002	38.932
<b>Total outstanding on loan</b>	<b>0</b>	<b>0</b>	<b>33.930</b>	<b>5.002</b>	<b>38.932</b>

	<b>0 to 1 years</b>	<b>1 to 2 years</b>	<b>to 5 years</b>	<b>over 5 years</b>	
<b>At 31 December 2017</b>					
Total outstanding on loan	37.919		39.720		77.639
<b>Total outstanding on loan</b>	<b>37.919</b>		<b>39.720</b>	<b>0</b>	<b>77.639</b>

Loans/ Currency of loan		True rate of interest	Description	30 June 2018	31 December 2017
Oceanteam ASA	Senior	Interest 7%	FRN Oceanteam ASA Senior	5.063	66.381
	Unsecured		Callable Bond Issue 2012/2017		
			Adjustment Fair Value	(1.581)	(26.661)
		Interest 7%	Stichting Value Partners Family Office	1.520	
CSV Southern Ocean (USD)	Secured	LIBOR + margin*	SpareBank 1 SMN Bank USD 81 million**	34.425	38.475
*** Borrowing costs				(495)	(556)
<b>** Total short-term debt</b>				<b>38.932</b>	<b>77.639</b>

\* 50% of the LIBOR interest rate is fixed by swap agreement.

\*\* All interest bearing debt is booked as first year installments as currently there is a technical default on senior secured (=against ASA's shares in OB 101 and OB 4) bond loan.

\*\*\* Borrowing costs related to refinancing goes to reduction of long-term debt according to IFRS."

The CSV vessels and various equipment are collateral for the loans. The carrying amount for CSV vessel is USD 82.5 million per 30 June 2018, versus a remaining outstanding loan of USD 34.4 million.

In april 2018 the majority of the Senior Callable Bond and the accrued interest was transferred into equity. Remaining will be a bond loan amount of USD 5 million.

	30 June 2018	30 June 2017
<b>Financial costs</b>		
CSV Southern Ocean (USD)	1.095	1.084
Bond loan (USD)	1.286	5.667
Reversal revaluation of the bondloan	1.760	
Oceanteam Solutions (EUR)		178
Other	60	121
<b>Total interest costs</b>	<b>4.202</b>	<b>7.050</b>

### Total bank facilities

As per 30 June 2018 the total interest bearing debt of the Group is USD 38.9 million. The Group had free cash of USD 1.9 million.

The equity ratio was 61.7 percent per balance sheet date.

## Cross default

The loan amount per 30 June 2018 is USD 28.05 million and the Company is in compliance with the financial covenants according to its own loan and is paying both interest and instalment according to the loan agreement. However, as at 31 December 2017 the Company is in default position due to a cross-default clause in the loan agreement. This cross default is triggered by Oceanteam ASA (Corporate Guarantor I) for covenant breaches as at 31 December 2017 on FRN Oceanteam Shipping ASA Senior Callable Bond Issue 2012/2017 and by Bourbon Offshore Norway AS (Corporate Guarantor II) which is in a default position under The Bond Group's loan agreements due to non-payment of interest and instalments.

No formal waivers have been received from the bank which raises a material uncertainty with regards to the going concern. However, it is understood the bank will allow the loan to run its course.

## FRN Oceanteam Shipping ASA Senior Callable Bond Issue 2012/2017 - USD 57.5 million (initial amount USD 92.5 million)

The Group has issued an unsecured bond loan in the amount of USD 92.5 million dated 24 October 2012. The conditions of the remainder of the Bond loan of USD 57.5 million, have been revised in June 2017. In April 2018 USD 62.0 million has been converted into equity. The conversion amount of USD 62.0 million, consist of USD 52.5 million original bond loan plus USD 9.5 million payment in kind interest. The conditions for the remainder of the loan of USD 5.0 million are as follows:

Coupon rate: 7% interest as PIK (Payment In Kind).

### Financial covenants:

- > Book equity ratio of minimum 32,5 %
- > Market adjusted equity ratio of minimum 24%
- > Gearing ratio:
  - \*maximum of 5.5 at June 30, 2018
- > Debt service coverage ratio of minimum 1.00

This loan has been placed under Bond loan (USD) in the table above.

## SpareBank 1 SMN Bank, DVB Bank SE Nordic Branch and NIBC Bank N.V – USD 81.000.000 - CSV Southern Ocean

All amounts below are presented on 100 percent basis, please note that 100 percent is included in the Group accounts as it is a subsidiary.

Oceanteam Bourbon 4 AS (borrower) has entered into a credit and guarantee facility agreement in the amount of USD 81 million with Sparebank 1 SMN Bank, DVB Bank SE Nordic and NIBC Bank N.V as lenders and Sparebank 1 SMN as facility agent. The balance of the loan per 30 June 2018 is USD 34.4 million. The current interest is 3 month LIBOR + 3,75 % margin p.a.. The loan will be repaid in quarterly instalments of USD 2.03 million. The Group have entered into a Swap agreement with Sparebank 1 SMN where 50% of the principal will be repaid with a fixed interest rate of 0,815% + 3,40% Margin.

### Key loan covenants for the borrower include:

- > Free cash of minimum USD 500.000
- > Working capital to be positive at all times. First year installments are deducted from short term liabilities according to NGAAP
- > Market value adjusted Equity of minimum 25%
- > Vessel Value / Loan balance, minimum 135%

### Other key loan covenants include:

- > Market value adjusted Equity of minimum 25% of total value adjusted assets (OTS Group, reporting quarterly)
- > Market value adjusted Equity of minimum 25% of total value adjusted assets (BON, reporting semi-annually)

This loan has been placed under Southern Ocean in the table above.

Per 30 June 2018 The Group was in compliance with financial covenants, but in cross default.

## Stichting Value Partners Family Office - USD 1.5 million - Oceanteam ASA

Oceanteam ASA entered into a loan agreement on 23 April 2018 with Stichting Value Partners Family Office for the amount of USD 1.5 million. The loan is unsecured and has an interest of 7%. The loan will have to be paid 6 months after granting the loan. A waiver has been given by Stichting Value Partners Family Office to unconditionally extend the maturity of the loan for another 12 months if, for whatever reason, the ready liquidity effects the going concern assumption.



## **Other loans**

### **Sparebank 1 SMN Bank, DVB Bank SE Nordic Branch and NIBC Bank N.V - USD 66 million - CSV Bourbon Oceanteam 101**

All amounts below are presented on 100 percent basis, please note that nothing is included in the Group accounts since the Group's interest in Oceanteam Bourbon 101 AS is classified as associate.

Oceanteam Bourbon 101 AS (borrower) has entered into a senior secured term loan and guarantee facility agreement dated 6 July 2012 with Sparebank 1 SMN bank, DVB Bank SE nordic Branch and NIBC Bank N.V. as banks and with Sparebank 1 SMN as agent for a total amount of USD 66 million. The loan balance per 30 June 2018 is USD 28.0 million. The interest rate of the loan is 3 month LIBOR + 3,75 % p.a. The senior secured term loan will be repaid in quarterly instalments of USD 1.65 million. The Group have entered into a Swap agreement with Sparebank 1 SMN where 50% of the principal will be repaid with a fixed interest rate of 0,815% + 3,40% Margin.

#### **Key loan covenants for the borrower include:**

- > Free cash of minimum USD 500.000
- > Working capital to be positive at all times. First year installments are deducted from short term liabilities according to NGAAP
- > Market value adjusted Equity of minimum 25%
- > Vessel Value / Loan balance, minimum 135%

#### **Other key loan covenants include:**

- > Market value adjusted Equity of minimum 25% of total value adjusted assets (OTS Group, reporting quarterly)
- > Market value adjusted Equity of minimum 25% of total value adjusted assets (BON, reporting semi-annually)

As of the balance sheet date and the reporting date, The Group is in full compliance of the agreement, but cross default.

### **GE Capital CEF Mexico, S. de R.L de C.V. - USD 11.2 million - DOT Shipping AS**

DOT Shipping AS (borrower) has entered into a loan agreement with GE Capital CEF Mexico, S. de R.L. de C.V. in the amount of USD 11.2 million. Constructora Subacuatica Diavaz, S.A de C.V. and Diavaz OceanTeam Servicios Navieros, S.A.P.I. C.V. are guarantors to the loan.

The loan balance per 30 June 2018 is USD 5.11 million.

As of the balance sheet date, the Group is in full compliance of the agreement. As of the reporting date the Group is not compliance of the agreement.

## Note 7. Investment in joint ventures, associates and subsidiaries

USD'000

Investments in joint ventures and associates	Investment in Oceanteam Bourbon 101 AS	DOT Shipping GROUP	Investment in Oceanteam Bourbon Investments AS	Total
Consolidation method	Associate	Joint venture	Joint venture	
Carrying amount of investment per 1 January 2018	7.878			7.878
Change in investments				-
Net result from investment in 2018	751			751
Disposal*				-
				-
<b>Total carrying amounts 30 June 2018</b>	<b>8.630</b>	-	-	<b>8.630</b>

The table above summarises the investments in the Group. The following sections in this note describe the different categories of investments more thoroughly.

### Joint ventures

DOT Shipping, is a joint venture with Diavaz, consisting of DOT Holdings AS, DOT Shipping AS, DOT Shipping BV, DOT Servicios Navieros, S.A. de C.V. and DOT Radiance PTE LTD. These entities will be presented together under DOT Shipping companies.

The following is summarised financial information for DOT Shipping companies and Oceanteam Bourbon Investments AS, its financial statements prepared in accordance with IFRS.

All companies mentioned above are equity accounted in the Group.

DOT Shipping (a joint venture between Diavaz and Oceanteam) and Pacific Radiance Ltd mutually agreed to terminate agreements, which were entered into on 9 October 2014, for the purchase and bareboat chartering of the vessel Tampamachoco 1 (T1) without further liability to Diavaz-Oceanteam. Any assets relating to the Tampamachoco 1 project have been impaired in full as at 31 December 2017.

Oceanteam Bourbon Investments AS is an unlisted joint arrangement in which the Group has joint control and a 50 percent ownership interest. This company is founded in October 2012 by Oceanteam Shipping ASA and Bourbon Offshore Norway AS. The Group has classified its interest in Oceanteam Bourbon Investments AS as a joint venture.

	DOT Shipping companies	Oceanteam Bourbon Investments AS
Nature of relationship with the Group	FSV Icacos FSV Cobos	Equipment business
Principal place of business	Mexico	Bergen, Norway
Ownership interest	40%	50%
Voting rights held	50%	50%

The following is summarised financial information for DOT Shipping companies and Oceanteam Bourbon Investments AS, based on their respective financial statements prepared in USD as the functional currency, modified for fair value adjustments and differences in the Group's accounting policies.

In USD '000	DOT Shipping companies		Oceanteam Bourbon Investments AS	
	30-6-2018	30-6-2017	30-6-2018	30-6-2017
Revenue	295	1.801	630	630
Profit before tax	15	78	15	(28)
Tax				
<b>Net result</b>	<b>15</b>	<b>78</b>	<b>15</b>	<b>(28)</b>
Current assets	1.333	3.230	202	722
Non-current assets	6.904	33.082	438	1.579
Current liabilities	(4.314)	(3.043)	(883)	(2.241)
Non-current liabilities	(20.519)	(22.604)	0	(285)
<b>Net assets</b>	<b>(16.596)</b>	<b>10.665</b>	<b>(243)</b>	<b>(225)</b>

In USD '000	DOT Shipping companies		Oceanteam Bourbon Investments AS	
	30-6-2018	30-6-2017	30-6-2018	30-6-2017

Group's interest in net assets of investee at beginning of year Investments

Total comprehensive income attributable to the Group

Total other comprehensive income attributable to the Group

Dividends received during the year

<b>Carrying amount of interest in investee at 30 June 2018</b>	-	-	-	-
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## Note 7. Investment in Joint ventures, associates and subsidiaries (continued)

USD'000

### Associates

Oceanteam Bourbon 101 AS is an unlisted company in which the Group has 50 percent ownership interest. This company was founded in June 2009 by Oceanteam ASA and Bourbon Offshore Norway AS. The Group has classified its interest in Oceanteam Bourbon 101 AS as an associate, which is equity accounted for.

	Oceanteam Bourbon 101 AS
Nature of relationship with the Group	Vessel CSV Bourbon Oceanteam 101
Principal place of business	Bergen, Norway
Ownership interest	50%
Voting rights held	40%

The following is summarised financial information for Oceanteam Bourbon 101 AS based on USD as the functional currency modified for any differences in the Group's accounting policies.

In December 2013 the owning parties agreed to change the shareholders' agreement for Oceanteam Bourbon 101 AS. Oceanteam ASA have two of a total of five directors on the Board, which is the base for calculation of voting rights given above. The owning companies, Bourbon Offshore Norway AS and Oceanteam ASA have equal voting shares in general meetings. The changes were implemented from 1 January 2014 (see note 27 Business combinations in the annual report 2017).

In USD '000	Oceanteam Bourbon 101 AS	
	30-6-2018	30-6-2017
Revenue	7.072	7.262
Profit before tax	1.502	1.334
Tax	-	-
<b>Net result</b>	<b>1.502</b>	<b>1.334</b>
Current assets	6.954	7.719
Non-current assets	52.803	57.082
Current liabilities	(16.172)	(45.519)
Non-current liabilities	(20.985)	-
<b>Net assets</b>	<b>22.600</b>	<b>19.282</b>

In USD'000	Oceanteam Bourbon 101 AS	
	30-6-2018	2017
Group's interest in net assets of investee at beginning of year	7.878	13.182
Change in investment		(6.878)
Total profit/loss attributable to the Group	751	1.575
Total other comprehensive income attributable to the Group		
Dividends received during the year		
<b>Carrying amount of interest in investee at 30 June 2018</b>	<b>8.630</b>	<b>7.878</b>

## **Note 8. Related party transactions**

### **Genzo B.V.**

Genzo is controlled by Catharina Petronella Johanna Pos, former director of Oceanteam ASA. Transactions consist mainly of invoicing of board fees and other consulting services provided.

### **Feastwood Holding Ltd**

Feastwood Holding Ltd is controlled by Hessel Halbesma, former chairman of Oceanteam ASA and Haico Halbesma, former CEO of Oceanteam ASA. Transactions consist of invoicing for services provided by Hessel Halbesma and recharges related to disbursements. These services provided include board services, providing exclusive access to his network and long time business partners, maintenance and development of partnership arrangements, sourcing and strategic development related to financing the group, Intellectual property expansion, initiation and steering of change management and general support to various management functions within the group.

### **Feastwood Holdings Limited**

Haico Halbesma, became entitled to a EUR 300.000 bond and bank loan restructuring bonus in July 2017 following successful completion of the restructuring strategy. This was withdrawn by his request and approval of the board with a board resolution of 15 December 2017.

### **Heer Holland B.V.**

Heer Holland B.V. is controlled by Haico Halbesma, former CEO of Oceanteam ASA. Transactions consist mainly of invoicing of monthly management services.

### **Groom Hill**

Groom Hill is 33% owned by James Wingett Hill, former director of Oceanteam ASA. Transactions consist mainly of invoicing of board fees and other consulting services provided to Company.

### **Challenger Management Services S.A.M.**

Challenger Management Services S.A.M. is controlled by Hessel Halbesma and Haico Halbesma. Transactions consist of invoicing for communication services provided.

### **Toha Invest B.V.**

Toha Invest B.V. is controlled by Haico Halbesma and Hessel Halbesma. Transactions consist of invoicing for the rental of office space. The rental agreement was terminated effective 31 March 2017.

### **Imperator AS**

Imperator AS is controlled by Wilhelm Bøhn, former interim CFO of Oceanteam ASA and his close family. Transactions consist of invoices in accordance with a service agreement. The dispute has been settled.

### **4C Offshore Ltd**

4C Offshore Ltd is controlled for 75% by Hessel Halbesma, former chairman of Oceanteam ASA and Haico Halbesma, former CEO of Oceanteam ASA. The transactions with 4C Offshore Ltd consist mainly of invoices for consultancy work, IT maintenance and licensing fees.

### **Annerieke Vonk**

Annerieke Vonk, partner of Haico Halbesma, former CEO of Oceanteam ASA has rented out her private apartment to two Oceanteam employees from April 2015 until February 2017.

### **Seaconomy B.V.**

Former CEO - Meidert Van Genderen management services. Management consultancy services are provided. There is an agreement in place until April 2018.

### **Marstrat B.V.**

Former CEO - Meidert Van Genderen and Former Director/current CEO Diederik Legger management services. There is an agreement in place until August 2018. Management consultancy services are provided.

USD '000 Company	Income/recharged expense		Cost		Type of transaction
	30-6-2018	2017	30-6-2018	2017 Year	
Cenzo B.V.	-	-	(17)	(86)	Other services than Board committee
Feastwood Holding Ltd	28	385	(49)	(412)	see above
Feastwood Holdings Limited	-	-	-	-	see above
Heer Holland B.V.	-	-	(111)	(409)	see above
Groom Hill S.A.R.L	-	-	-	(38)	Other services than Board committee
Challenger Management Services S.A.M	-	-	-	(33)	Other services than Board committee
Toha Invest B.V.	-	-	(4)	(349)	Rental of Amsterdam office
Imperator AS	-	-	-	(527)	Management Services
4C Offshore Ltd	-	-	(29)	(222)	see above
Annerieke Vonk	-	-	-	(4)	see above
Seaconomy B.V.	-	-	(23)	-	see above
Marstrat B.V. (Meidert Van Genderen)	-	-	(32)	-	see above
Marstrat B.V. (Diederik Legger)	-	-	(19)	-	see above

USD '000 Company	Amounts receivable		Vendor & accrued balance		Type of transaction
	30.6.2018	31.12.2017	30.6.2018	31.12.2017	
Cenzo B.V.	-	-	(19)	(136)	Other services than Board committee
Feastwood Holding Ltd	-	220	-	-	see above
Feastwood Holdings Limited	-	-	-	(666)	see above
Heer Holland B.V.	-	-	-	(134)	see above
Groom Hill S.A.R.L	-	-	(7)	(78)	Other services than Board committee
Challenger Management Services S.A.M	-	-	-	(5)	Other services than Board committee
Toha Invest B.V.	-	-	-	(61)	Rental of Amsterdam office
Imperator AS	-	-	(373)	(445)	Management Services
4C Offshore Ltd	-	-	(403)	(491)	see above
Annerieke Vonk	-	-	-	(13)	see above
Seaconomy B.V.	-	-	-	-	Management Services
Marstrat B.V (Meidert Van Genderen)	-	-	(38)	-	Management Services
Marstrat B.V (Diederik Legger)	-	-	(23)	-	Management Services

On 13 April 2018 a settlement agreement was signed between Oceanteam ASA and its affiliates and Haico Halbesma, Hessel Halbesma, Feastwood Holding Ltd, Feastwood Holdings Limited, Heer Holland B.V., Toha Invest B.V. and Challenger Management Services S.A.M.