



Rem Saltire AS

1st half 2019 report

General information

The interim accounts for the first half year of 2019 has been prepared in accordance with NGAAP. The accounts are unaudited.

Nature and location of activities

Rem Saltire AS is the owner of the Offshore Support Vessel *Rem Saltire*. The vessel has been performing a time charter party with MagseisFairfield throughout the course of 1st half 2019.

The commercial and technical management is performed by Rem Maritime AS in Fosnavåg.

Operation and contract situation

The vessel was successfully chartered to Fairfield Geotechnologies (now MagseisFairfield) for a two year firm period from January 2019 on satisfactory commercial terms, and also in direct continuation of former charter. The vessel has been performing deep and ultra deep water node handling operations in US Gulf of Mexico.

Accounts first half year 2019

Total operating revenue in the first half of 2019 was MNOK 39,1 compared to MNOK 20 for the first half of 2018.

Operating expenses for first half of 2019 was MNOK 20,3 compared to MNOK 19,4 for the first half of 2018. This results in an EBITDA of MNOK 18,8 (MNOK 0,6).

Profit for the first half of 2019 was negative with MNOK -7,1 compared to MNOK -23,4 for the first half year 2018.

Future outlook

The earnings in the market for Rem Saltire are expected to develop positively through 2019, as the new contract provides an extended earnings horizon. On a general note the market for subsea vessels is stabilising after a prolonged downturn, however the market is experiencing seasonal fluctuations.

The remaining backlog for the existing contract is approximately MUSD 15. The vessel is operating with Cyprus flag and a mix of Norwegian and Bulgarian crew, and is fully operated by Rem Maritime AS.

Free cash in Rem Saltire AS amounted to MNOK 6,6 by the end of H1 2019.

Fosnavåg, 27 August 2019
Board of Directors of
Rem Saltire AS



REM SALTIRE - P&L STATEMENT

NOK 1.000	1H 2019	1H 2018	2018
Charter hire	39 238	18 564	55 441
Other income	-179	1 461	5 803
Total revenues	39 059	20 025	61 244
Crew expenses	12 459	10 318	23 855
Vessel costs	4 834	5 897	9 185
Other operating expenses	3 047	3 218	7 389
Total operating expenses	20 340	19 433	40 429
Gross profit	18 719	592	20 815
Depreciation	11 256	6 301	23 154
Operating profit	7 463	-5 709	-2 339
Interest income	34	46	119
Financial income	0	9	257
Interest expenses	12 045	13 018	25 179
Financial expenses	2 511	4 692	10 806
Net financial items	-14 522	-17 655	-35 609
Profit before tax	-7 059	-23 364	-37 948
Taxes	0	0	0
Profit / loss for the period	-7 059	-23 364	-37 948



REM SALTIRE - BALANCE SHEET

NOK 1.000	30.06.2019	30.06.2018	31.12.2018
ASSETS			
Fixed assets			
Vessels	341 255	366 719	352 510
Total tangible fixed assets	341 255	366 719	352 510
Total fixed assets	341 255	366 719	352 510
Trade debtors	16 108	7 444	13 428
Other short-term receivables	9 022	5 801	3 551
Bank deposits	6 588	23 053	8 901
Total current assets	31 718	36 298	25 880
TOTAL ASSETS	372 973	403 017	378 390
EQUITY AND LIABILITIES			
Share capital	21 000	41 000	21 000
Other paid-in capital	47 649	167 100	47 649
Other equity	-7 058	-129 874	0
Total equity	61 591	78 226	68 649
Bond loan	288 500	297 500	293 000
Total long term liabilities	288 500	297 500	293 000
Trade creditors	3 189	12 720	3 531
Public duties payable	1 439	1 544	0
Instalments next period	9 000	9 000	9 000
Other short term liabilities	9 255	4 027	4 210
Total short term liabilities	22 883	27 291	16 741
TOTAL EQUITY AND LIABILITIES	372 973	403 017	378 390



REM SALTIRE AS

CASH FLOW STATEMENT 1H 2019

Numbers in NOK 1.000	30.06.2019	31.12.2018
Operating result	-7 058	-37 948
Gain/loss on sale of assets	0	0
Depreciation	11 256	23 154
Changes in accounts receivables	-2 680	-13 428
Changes in accounts payable	-342	3 531
Changes in other working capital	1 010	947
Exchange rate effects on operating activities	0	0
Net cash from operating activities	2 186	-23 744
Purchase of shares	0	0
Purchase of assets	0	0
Periodical maintenance (drydocking)	0	-27 190
Received dividend	0	0
Other investments	0	0
Net cash from investment activities	0	-27 190
Proceeds from borrowings	0	0
Repayment of borrowings	-4 500	-48 000
Change in intercompany balances	0	49 888
Share issue	0	40 000
Net cash from financing activities	-4 500	41 888
Net changes in cash	-2 314	-9 046
Cash in the start of the period	8 902	17 948
Cash in the end of the period	6 588	8 902