

# Maersk Intrepid Norge A/S

Lyngby Hovedgade 85  
2800 Kgs. Lyngby

CVR no. 34 48 58 87

## **Annual report 2020**

The annual report was presented and approved at  
the Company's annual general meeting on

5 July 2021

Klaus Greven Kristensen  
Chairman

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**Maersk Intrepid Norge A/S**  
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## **Statement by the Board of Directors and the Executive Board**

The Board of Directors and the Executive Board have today discussed and approved the annual report of Maersk Intrepid Norge A/S for the financial year 1 January – 31 December 2020.

The annual report has been prepared in accordance with the Danish Financial Statements Act.

In our opinion, the financial statements give a true and fair view of the Company's assets, liabilities and financial position at 31 December 2020 and of the results of the Company's operations for the financial year 1 January – 31 December 2020.

Further, in our opinion, the Management's review gives a fair review of the development in the Company's operations and financial matters, of the results for the year and of the Company's financial position.

We recommend that the annual report be approved at the annual general meeting.

Lyngby, 5 July 2021  
Executive Board:

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Claus Bachmann  
CEO

Board of Directors:

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Morten Kelstrup  
Chairman

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Klaus Greven Kristensen

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Christine Brennet (Morris)

## Independent auditor's report

### To the Shareholder of Maersk Intrepid Norge A/S

#### Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2020, and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Maersk Intrepid Norge A/S for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Statement on the Management's Review

Management is responsible for the Management's Review.

Our opinion on the financial statements does not cover the Management's Review, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether the Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

#### Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Financial Statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, Management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting in preparing the financial statements unless Management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

## Independent auditor's report

### Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

## Independent auditor's report

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Copenhagen, 5 July 2021  
**PricewaterhouseCoopers**  
Statsautoriseret Revisionspartnerselskab  
CVR no. 33 77 12 31

Thomas Wraae Holm  
State Authorised  
Public Accountant  
mne30141

Kim Danstrup  
State Authorised  
Public Accountant  
mne32201

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## **Management's review**

### **Company details**

Maersk Intrepid Norge A/S  
Lyngby Hovedgade 85  
2800 Kgs. Lyngby

CVR no.:	34 48 58 87
Established:	30 April 2012
Registered office:	Lyngby
Financial year:	1 January – 31 December

### **Board of Directors**

Morten Kelstrup, Chairman  
Klaus Greven Kristensen  
Christine Brennet (Morris)

### **Executive Board**

Claus Bachmann, CEO

### **Auditor**

PricewaterhouseCoopers  
Statsautoriseret Revisionspartnerselskab  
Strandvejen 44  
DK-2900 Hellerup  
CVR no. 33 77 12 31

## Management's review

### Financial highlights

USD'000	2020	2019	2018	2017	2016
<b>Key figures</b>					
Revenue	230	34,249	110,825	116,311	124,940
Operating profit/loss	107	6,165	1,669	-4,962	-6,001
Profit/loss from financial income and expenses	700	3,979	-2,242	1,163	-1,793
Profit/loss before tax	228	10,144	-573	-3,799	-7,794
Profit/loss for the year	2,410	8,043	-1,968	-2,587	-6,082
Total assets	8,658	16,980	18,975	45,161	62,875
Equity	8,209	8,799	3,756	8,724	11,311
<b>Ratios</b>					
Operating margin	47%	18%	2%	-4%	-5%
Return on invested capital	14%	76%	12%	-22%	-23%
Current ratio	1,928%	211%	126%	130%	119%
Return on equity	43%	121%	2%	-18%	-38%
Solvency ratio	95%	52%	20%	19%	18%

The financial ratios have been calculated as follows:

Operating margin 
$$\frac{\text{Operating profit/loss} \times 100}{\text{Revenue}}$$

Return on invested capital 
$$\frac{\text{Operating profit/loss} \times 100}{\text{Average invested capital}}$$

Current ratio 
$$\frac{\text{Current assets} \times 100}{\text{Current liabilities}}$$

Return on equity 
$$\frac{\text{Profit/loss from ordinary activities after tax} \times 100}{\text{Average equity}}$$

Solvency ratio 
$$\frac{\text{Equity ex. non-controlling interests at year-end} \times 100}{\text{Total equity and liabilities at year-end}}$$



## **Management's review**

### **Operating review**

#### **Principal activities**

The Company's principal activity is offshore drilling on the leased rig Maersk Intrepid. The Company is engaged in drilling activities in the Norwegian sector of the North Sea through a registered branch in Norway.

#### **Development in activities and financial position**

The Company's income statement for 2020 shows a profit of USD 2,410 thousand as against a profit of USD 8,043 thousand in 2019. Equity in the Company's balance sheet at 31 December 2020 stood at USD 8,209 thousand as against USD 8,799 thousand at 31 December 2019.

The drilling contract for Maersk Intrepid was concluded during 2019. Currently the Company has limited activities, and the result for the year is in line with management's expectations

#### **Outlook**

The Company is expected to remain dormant and Management expects the result for 2021 to be close to zero.

#### **Environmental matters**

The Company's ambition is to provide responsible drilling services, and reducing the environmental impact of our operations is an important part of this. We mainly target impacts relating to spills, waste and the use of chemicals onboard our rigs. Our Health, Safety, Security and Environment (HSSE) function works in close cooperation with our rigs to optimise activities governed by our HSSE Policy as well as our Corporate Major Accident Prevention Policy.

#### **Branches**

The Company is engaged in drilling activities in the Norwegian sector of the North Sea through a registered branch in Norway.

#### **Corporate social responsibility**

At the Company, we firmly believe that by conducting our operations through sustainable practices, we ensure a sound and viable business for the future. We have a responsibility to the people who work for The Company, but also to the people and the environment which are affected by our Company.

Please refer to our full report on sustainability pursuant to section 99a of the Danish Financial Statements Act which can be found online at <https://www.maerskdrilling.com/who-we-are/sustainability>

## Financial statements 1 January – 31 December

### Income statement

USD'000	Note	2020	2019
<b>Revenue</b>	2	230	34,249
Other external costs		<u>-123</u>	<u>-28,084</u>
<b>Operating profit</b>		107	6,165
Financial income	3	756	3,985
Financial expenses	4	<u>-56</u>	<u>-6</u>
<b>Profit before tax</b>		807	10,144
Tax on profit for the year		<u>1,603</u>	<u>-2,101</u>
<b>Profit for the year</b>	5	<u><u>2,410</u></u>	<u><u>8,043</u></u>

## Financial statements 1 January – 31 December

### Balance sheet

USD'000	Note	31/12 2020	31/12 2019
<b>ASSETS</b>			
<b>Current assets</b>			
<b>Receivables</b>			
Trade receivables		436	408
Receivables from group entities		8,222	16,359
Other receivables		0	187
Deferred tax asset	6	0	26
		<u>8,658</u>	<u>16,980</u>
<b>Total current assets</b>		<u>8,658</u>	<u>16,980</u>
<b>TOTAL ASSETS</b>		<u>8,658</u>	<u>16,980</u>
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
Contributed capital	7	89	89
Retained earnings		3,120	5,710
Proposed dividends for the financial year		5,000	3,000
<b>Total equity</b>		<u>8,209</u>	<u>8,799</u>
<b>Provisions</b>			
Other provisions	8	0	115
<b>Total provisions</b>		<u>0</u>	<u>115</u>
<b>Liabilities other than provisions</b>			
<b>Current liabilities other than provisions</b>			
Trade payables		4	0
Payables to group entities		0	2,963
Corporation tax		0	3,680
Other payables		445	1,423
		<u>449</u>	<u>8,066</u>
<b>Total liabilities other than provisions</b>		<u>449</u>	<u>8,066</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>8,658</u>	<u>16,980</u>

## Financial statements 1 January – 31 December

### Statement of changes in equity

USD'000	Contributed capital	Retained earnings	Proposed dividends for the financial year	Total
Equity at 1 January 2019	89	667	3,000	3,756
Ordinary dividends paid	0	0	-3,000	-3,000
Transferred over the profit appropriation	<u>0</u>	<u>5,043</u>	<u>3,000</u>	<u>8,043</u>
Equity at 1 January 2020	89	5,710	3,000	8,799
Ordinary dividends paid	0	0	-3,000	-3,000
Transferred over the profit appropriation	<u>0</u>	<u>-2,590</u>	<u>5,000</u>	<u>2,410</u>
<b>Equity at 31 December 2020</b>	<u><u>89</u></u>	<u><u>3,120</u></u>	<u><u>5,000</u></u>	<u><u>8,209</u></u>

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies

The annual report of Maersk Intrepid Norge A/S for 2020 has been prepared in accordance with the provisions applying to reporting class C medium-sized entities under the Danish Financial Statements Act with opt-in from higher reporting classes.

The accounting policies used in the preparation of the financial statements are consistent with those of last year.

#### Omission of cash flow statement

Pursuant to section 86(4) of the Danish Financial Statements Act, no cash flow statements have been prepared. The Company's cash flows are included in the consolidated cash flow statements of The Drilling Company of 1972 A/S, Lyngby Hovedgade 85, DK-2800 Kgs Lyngby, CVR no. 40 40 47 16.

#### Foreign currency translation

On initial recognition, transactions denominated in foreign currencies are translated at the exchange rates at the transaction date. Foreign exchange differences arising between the exchange rates at the transaction date and the date of payment are recognised in the income statement as financial income or financial expenses.

Receivables, payables and other monetary items denominated in foreign currencies are translated at the exchange rates at the balance sheet date. The difference between the exchange rates at the balance sheet date and the date at which the receivable or payable arose or was recognised in the latest financial statements is recognised in the income statement as financial income or financial expenses.

Fixed assets acquired in foreign currencies are measured at the exchange rates at the transaction day.

USD is used as functional currency and as presentation currency because the majority of transactions are in USD. At 31 December 2020, the exchange rate DKK/USD was 605.76 (2019: 667.33).

### Income statement

#### Revenue

Income from drilling activities, which are typically carried out under long-term agreements with fixed day rates, is recognised under revenue for the operating time related to the financial year.

#### Other external costs

Other external costs comprise expenses incurred during the year for bareboat hire of the rig (operating lease), repair and maintenance, catering, hired crew and administrative expenses.

#### Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Tax on profit/loss for the year

Tax for the year comprises current corporation tax for the year and changes in deferred tax, including changes in tax rates. The tax expense relating to the profit/loss for the year is recognised in the income statement, and the tax expense relating to amounts directly recognised in equity is recognised directly in equity. The Company is part of A.P. Møller Holding A/S' joint taxation. Current Danish income tax is allocated among the jointly taxed companies in proportion to their taxable income (full allocation with refund for tax losses).

##### Balance sheet

###### Receivables

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less write-down for bad debts. Write-down for bad debts is determined on the basis of an individual assessment of each receivable.

###### Prepayments

Prepayments comprise prepayment of costs incurred, concerning rent, insurance premiums, subscriptions and interest as well as deferral of mobilization costs and other startup costs relating to subsequent financial years.

###### Dividend

Dividend distribution proposed by Management for the year is disclosed as a separate equity item.

##### Corporation tax and deferred tax

Current tax payable and receivable is recognised in the balance sheet as tax computed on the taxable income for the year, adjusted for tax on the taxable income of prior years and for tax paid on account.

Deferred tax is measured using the balance sheet liability method on all temporary differences between the carrying amount and the tax value of assets and liabilities based on the planned use of the asset or settlement of the liability. However, deferred tax is not recognised on temporary differences relating to goodwill non-deductible for tax purposes and on office premises and other items where the temporary differences arise at the date of acquisition without affecting either profit/loss or taxable income.

Deferred tax assets, including the tax value of tax loss carryforwards, are recognised at the expected value of their utilisation within the foreseeable future; either as a set-off against tax on future income or as a set-off against deferred tax liabilities in the same legal tax entity. Any deferred net assets are measured at net realisable value.

Deferred tax is measured in accordance with the tax rules and at the tax rates applicable at the balance sheet date when the deferred tax is expected to crystallise as current tax. Changes in deferred tax as a result of changes in tax rates are recognised in the income statement or equity, respectively.

## Financial statements 1 January – 31 December

### Notes

#### 1 Accounting policies (continued)

##### Provisions

Provisions are recognised when the Company has a current legal or constructive obligation, and if the amount can be measured reliably. Provisions are recognised on the basis of best estimates.

##### Liabilities other than provisions

Financial liabilities are measured at amortised cost, which essentially corresponds to nominal value.

USD'000	<u>2020</u>	<u>2019</u>
<b>2 Revenue</b>		
Revenue Norway	<u>230</u>	<u>34,249</u>
<b>3 Financial income</b>		
Interest income from group entities	35	169
Exchange gains from group entities	<u>721</u>	<u>3,816</u>
	<u>756</u>	<u>3,985</u>
<b>4 Financial expenses</b>		
Interest expense to group entities	42	2
Other financial costs	0	4
Exchange losses to group entities	<u>14</u>	<u>0</u>
	<u>56</u>	<u>6</u>
<b>5 Proposed profit appropriation</b>		
Proposed dividends for the year	5,000	3,000
Retained earnings	<u>-2,590</u>	<u>5,043</u>
	<u>2,410</u>	<u>8,043</u>

## Financial statements 1 January – 31 December

### Notes

#### 6 Deferred tax assets

Deferred tax is attributable to prepayments, deferred income and other provisions.

USD'000	31/12 2020	31/12 2019
Deferred tax at 1 January	26	0
Deferred tax adjustment for the year in the income statement	-26	26
	<u>0</u>	<u>26</u>

#### 7 Equity

Contributed capital consists of 500 shares of a nominal value of DKK 1,000 each.

All shares rank equally.

#### 8 Other provisions

Provisions relate to operating costs and claims, pensions, etc., for occurred events, but where the costs are subject to uncertainty. Provisions are recognised at Management's best estimate.

#### 9 Contractual obligations, contingencies, etc.

##### Contingent liabilities

The Company is jointly taxed with all other Danish companies in the A.P. Møller Holding Group. As a fully owned subsidiary, the Company has unlimited and joint liability together with the other companies under joint taxation for Danish company tax, withholding taxes on dividends, interest and royalties within the jointly taxed companies.

#### 10 Related party disclosures

The A.P. Møller og Hustru Chastine Mc-Kinney Møllers Fond til Almene Formaal, Copenhagen, Denmark is the ultimate owner.

Other related parties with a controlling interest:

- A.P. Møller Holding A/S, Esplanaden 50, DK-1263 Copenhagen K (ultimate parent company preparing consolidated financial statements)
- APMH Invest A/S, Esplanaden 50, DK-1263 Copenhagen K
- The Drilling Company of 1972 A/S, Lyngby Hovedgade 85, DK-2800 Kgs. Lyngby (initial parent company preparing consolidated financial statements)
- Maersk Drilling A/S, Lyngby Hovedgade 85, DK-2800 Kgs. Lyngby (immediate parent company).

##### Other related parties

The Board of Directors and the Executive Board of the entities listed above having a controlling interest in Maersk Intrepid Norge A/S including their close relatives and undertakings under their significant influence are also considered related parties. This includes subsidiaries and affiliates of A.P. Møller Holding A/S, including A.P. Møller - Mærsk A/S and its subsidiaries and affiliates and Danske Bank A/S.



**Maersk Intrepid Norge A/S**  
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## **Financial statements 1 January – 31 December**

### **Notes**

#### **Related party transactions**

Transactions with related parties are carried out on an arm's length basis and are therefore not separately disclosed pursuant to section 98 C (7) of the Danish Financial Statements Act.

#### **Consolidated financial statements**

The consolidated financial statements of The Drilling Company of 1972 A/S, Lyngby Hovedgade 85, DK-2800 Kgs. Lyngby can be obtained by contacting this company or at [investor.maerskdirilling.com/financial-reports-presentations](http://investor.maerskdirilling.com/financial-reports-presentations)

The consolidated financial statements of A.P. Møller Holding A/S can be obtained by contacting this company or at its website [www.apmoller.com](http://www.apmoller.com).