

# **Maersk Integrator Norge A/S**

Esplanaden 50  
1263 Copenhagen K  
Company Reg. No. 34485909

## **Annual Report 2015**

(Financial year No. 4)

As adopted by the Company at the Annual General Meeting  
25 April 2016



---

Samir Abboud

## **Content Page**

Statement of the Board of Directors and Management	1
Independent Auditors' Report	2
Management Review	4
Accounting Policies	6
Income Statement	10
Balance Sheet	11
Statement of Changes in Equity	13
Notes	14

## Statement of the Board of Directors and Management

The Board of Directors and the Management have today discussed and approved the annual report for 2015 of Maersk Integrator Norge A/S.

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

In our opinion, the Financial Statements provide a true and fair view of the Company's assets, liabilities, and financial position 31 December 2015 and of the results of the Company's operations for the financial year 2015.

It is also our opinion that the Management review includes a true and fair view of the development in the Company's operations and financial conditions, the results for the year and financial position.

We recommend that the annual report be approved at the Annual General Meeting.

Copenhagen, 21 April 2016

Management:

  
\_\_\_\_\_  
Per Gøbel

Board of Directors:

  
\_\_\_\_\_  
Angela Durkin  
(Chairman)

  
\_\_\_\_\_  
Marianne Sørensen Henriksen

  
\_\_\_\_\_  
Samir Abboud

## **Independent Auditor's Report**

To the shareholder of Maersk Integrator Norge A/S

### **Report on the Financial Statements**

We have audited the Financial Statements of Maersk Integrator Norge A/S for the financial year 1 January 2015 – 31 December 2015, which comprise income statement, balance sheet, statement of changes in equity, notes and summary of significant accounting policies. The Financial Statements are prepared in accordance with the Danish Financial Statements Act.

### ***Management's responsibility 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.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on the Financial Statements based on our audit. We conducted our audit in accordance with International Standards on Auditing and additional requirements under Danish audit regulation. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the Financial Statements are free from material misstatement.

An audit involves performing audit procedures to obtain audit evidence about the amounts and disclosures in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of the risk of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Company's preparation of Financial Statements that give a true and fair view 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

The audit has not resulted in any qualification.

### ***Opinion***

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2015 and of the results of the Company's operations for the financial year 1 January 2015 - 31 December 2015 in accordance with the Danish Financial Statements Act.

## Independent Auditor's Report

### *Statement on Management's review*

We have read Management's review in accordance with the Danish Financial Statements Act. We have not performed any procedures additional to the audit of the Financial Statements. On this basis, in our opinion, the information provided in Management's review is consistent with the Financial Statements.

Copenhagen, 21 April 2016

**PricewaterhouseCoopers**  
Statsautoriseret Revisionspartnerselskab  
CVR No 33771231



Jesper Hansen  
State Authorised Public Accountant



Tommy Borggaard Nielsen  
State Authorised Public Accountant

## **Management's Review**

### **Company details**

Maersk Integrator Norge A/S  
Esplanaden 50  
1263 Copenhagen K

Company Reg. No.:	34485909
Date of incorporation:	30 April 2012
Registered office:	Copenhagen
Financial year:	1 January - 31 December

### **Board of Directors**

Angela Durkin (Chairman)  
Marianne Sørensen Henriksen  
Samir Abboud

### **Management**

Per Gøbel

### **Auditors**

**PricewaterhouseCoopers**  
Statsautoriseret Revisionspartnerselskab  
Strandvejen 44  
DK-2900 Hellerup

### **Annual General Meeting**

Annual General Meeting will be held 25 April 2016.

## **Management's Review**

### **The Company's main activities**

The Company's main activity is offshore drilling activity on the leased rig Maersk Integrator. 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 finances**

The rig was delivered in Q2 2015 and the result for the year amounts to USD 22,061k (2014: USD (5,088)k) which is in line with management expectations. For 2016 management expects a significantly lower result than in 2015.

### **Events after the Balance sheet date**

No events have occurred after the balance sheet date to this date which would influence the evaluation of this annual report.

## **Financial Statements 1 January - 31 December**

### **Accounting policies**

The Financial Statements of Maersk Integrator Norge A/S for 2015 have been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies are unchanged from last year.

### **Recognition and measurement**

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised costs are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, write-downs and provisions and reversals as a result of changes in accounting estimates of amounts previously recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.



## **Financial Statements 1 January - 31 December**

### **Accounting policies**

#### **Income statement**

##### **Revenue**

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

##### **Other external cost**

Other external costs comprise expenses incurred during the year for bare boat hire of the rigs, repair and maintenance, catering, hired crew and administrative costs.

##### **Financial income and expenses**

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

##### **Tax on result for the year**

Tax for the year consists of current tax for the year and changes in deferred tax for the year. The tax attributable to the result for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity. The Company is part of A.P. Møller Holding A/S' joint taxation. The current Danish income tax is allocated among the jointly taxed companies proportionally to their taxable income (full allocation with refund concerning 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 provisions for bad debts. Provisions for bad debts are determined on the basis of an individual assessment of each receivable.

##### **Prepayments**

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest as well as deferral of mobilization cost and other startup cost related to present contract.

## **Financial Statements 1 January - 31 December**

### **Accounting policies**

#### **Balance sheet**

##### **Deferred tax assets and liabilities**

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by setoff against deferred tax liabilities within the same legal tax entity or within joint taxation.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

##### **Current tax receivables and liabilities**

Current tax liabilities and current tax receivables are recognized in the balance sheet as calculated tax on the taxable income adjusted for tax on prior years' taxable income and paid on account taxes.

##### **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.

##### **Financial debt**

Other debts are recognised at amortised cost, which, essentially corresponds to the nominal value.

##### **Deferred income**

Deferred income comprises payments received in respect of income in subsequent years.

## **Financial Statements 1 January - 31 December**

### **Accounting policies**

#### **Translation policies**

Transactions in foreign currencies are translated at the exchange rates at the date of the transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the dates of payment are recognised in financial income and expenses in the income statement.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognised in financial income and expenses in the income statement.

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

USD is used as functional currency and as presentation currency because the majority of transactions are in U.S. dollars. At 31 December 2015 the exchange rate DKK/USD was 683.00 (2014: 612.14).

## Financial Statements 1 January - 31 December

### Income statement

Note	2015 USD ('000)	2014 USD ('000)
Revenue	84,952	87
Other external costs	(53,789)	(7,324)
<b>Result before financial items</b>	<b>31,163</b>	<b>(7,237)</b>
1 Financial income	496	285
2 Financial expenses	(1,436)	(18)
<b>Result before tax</b>	<b>30,223</b>	<b>(6,970)</b>
3 Tax on result for the year	(8,162)	1,882
<b>Result for the year</b>	<b>22,061</b>	<b>(5,088)</b>

### Appropriation

Retained earnings	22,061	(5,088)
	<b>22,061</b>	<b>(5,088)</b>

## Financial Statements 1 January - 31 December

### Balance sheet

Note	ASSETS	2015 USD ('000)	2014 USD ('000)
	<b>Non-current assets</b>		
4	Prepayments	12,519	1,516
	<b>Total non-current assets</b>	<b>12,519</b>	<b>1,516</b>
	<b>Current assets</b>		
	<b>Receivables</b>		
	Trade receivables	26,753	87
	Current tax receivables	0	2,383
	Receivables from group enterprises	5,052	395
4	Prepayments	5,797	259
	<b>Total current assets</b>	<b>37,602</b>	<b>3,124</b>
	<b>TOTAL ASSETS</b>	<b>50,121</b>	<b>4,640</b>

## Financial Statements 1 January - 31 December

### Balance sheet

Note	EQUITY AND LIABILITIES	2015 USD ('000)	2014 USD ('000)
	<b>Equity</b>		
	Share capital	89	89
	Retained earnings	15,680	(6,381)
	<b>Total equity</b>	<b>15,769</b>	<b>(6,292)</b>
	<b>Provisions</b>		
5	Deferred tax liability	4,120	0
6	Other provisions	128	0
	<b>Total provisions</b>	<b>4,248</b>	<b>0</b>
	<b>Short-term liabilities</b>		
	Trade payables	1,665	2,468
	Current tax payables	2,737	0
	Payables to group enterprises	22,768	8,464
	Other payables	492	0
7	Deferred income	2,442	0
	<b>Total liabilities</b>	<b>34,352</b>	<b>10,932</b>
	<b>TOTAL EQUITY AND LIABILITIES</b>	<b>50,121</b>	<b>4,640</b>
8	<b>Commitments and contingent liabilities, etc.</b>		
9	<b>Employee remuneration, etc.</b>		
10	<b>Related parties</b>		
11	<b>Shareholders</b>		
12	<b>Consolidation</b>		

## Financial Statements 1 January - 31 December

### Equity statement

USD ('000)	Share- capital	Retained earnings	Total
Equity 1 January 2014	89	(1,293)	(1,204)
Result for the year	0	(5,088)	(5,088)
<b>Equity 1 January 2015</b>	<b>89</b>	<b>(6,381)</b>	<b>(6,292)</b>
Result for the year	0	22,061	22,061
<b>Equity 31 December 2015</b>	<b>89</b>	<b>15,680</b>	<b>15,769</b>

The share capital comprises 500 shares of DKK 1,000. No shares hold special rights. 30 April 2012 the share capital was established with paid in capital of USD 89k. There has been no other changes to the share capital.

## Financial Statements 1 January - 31 December

### Notes

	<b>2015</b>	<b>2014</b>
	<u>USD ('000)</u>	<u>USD ('000)</u>
<b>1 Financial income</b>		
Interest income from group enterprises	33	0
Exchange gain from group enterprises	463	285
	<u>496</u>	<u>285</u>
<b>2 Financial expenses</b>		
Interest expenses to group enterprises	(549)	0
Exchange loss to group enterprises	(887)	(18)
	<u>(1,436)</u>	<u>(18)</u>
<b>3 Tax on the result of the year</b>		
Tax for the year	(1,681)	1,882
Change in deferred tax	(6,481)	0
Adjustments to prior years tax for the year	(2,362)	0
Adjustments to prior years change in deferred tax	2,362	0
	<u>(8,162)</u>	<u>1,882</u>
<b>4 Prepayments, etc.</b>		
Non-current assets, prepayments USD 12,519k (2014: USD 1,516k), and current assets, prepayments USD 5,797k (2014: USD 259k) include deferral of mobilization cost and other startup cost related to present contract. The cost will be recognised over the contract period ending Q2 2019.		
<b>5 Deferred tax</b>		
Deferred tax relates to deferred tax on prepayments, deferred income and other provisions.		
<b>6 Other provisions</b>		
Provisions relate to operational costs and claims etc. for occurred events, but where the costs are subject to uncertainty. Provisions are recognised at Management's best estimate.		
<b>7 Deferred income</b>		
Deferred income USD 2,442k (2014: USD 0k) comprises payments received from customers for revenue relating to future financial years.		



## Financial Statements 1 January - 31 December

### Notes

#### 8 Commitments and contingent liabilities, etc.

##### Operating lease commitments

The Company has entered into operating lease contracts with an average annual lease of USD 100m (2014: USD 81m). The lease contracts expire after 41 months and include total nominal rest lease payments of USD 340m (2014: USD 276m).

##### 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.

The company is involved in tax audits raised by the Norwegian Authorities regarding its branch. The outcome of the tax audits are subject to uncertainty and as per 31 December 2015 no tax claim has been raised.

#### 9 Employee remuneration

Maersk Integrator Norge A/S has not had employees in 2015 and 2014. Personnel are hired from affiliates in the A.P. Møller - Mærsk Group. The Board of Directors has not been remunerated.

#### 10 Related parties

The following related parties have a controlling interest in Maersk Integrator Norge A/S;

The A.P. Møller og Hustru Chastine Mc-Kinney Møllers Fond til almene formaal, Copenhagen, Denmark and A.P. Møller Holding A/S has control over the A.P. Møller - Mærsk Group.

Other related parties with dominant influence include;

- A.P. Møller - Mærsk A/S, Esplanaden 50, 1098 Copenhagen K.
- Maersk Drilling A/S, Esplanaden 50, 1098 Copenhagen K. The parent company

##### Other related parties

Subsidiaries and affiliates to A.P. Møller - Mærsk A/S.

Related parties also include the Board of Directors and leading employees and their family members. Related parties also include companies in which the above persons have significant interests.

## **Financial Statements 1 January - 31 December**

### **Notes**

#### **11 Shareholders**

The Company has registered the following shareholder holding minimum 5% of the voting share capital or minimum 5% of the nominal share capital:

Maersk Drilling A/S  
Esplanaden 50  
1098 Copenhagen K

#### **12 Consolidation**

The consolidated financial statements of A.P. Møller - Mærsk A/S, Esplanaden 50, 1098 Copenhagen can be obtained by contacting this company or at its website [www.maersk.dk](http://www.maersk.dk)