

TEPKRI Piramagrun Holdings A/S

CVR-No. 35471189

Annual Report 2019

Approved at the General Assembly: 20 May 2020
Chairman of the meeting: Majbritt Perotti Carlson
Amerika Plads 29, 2100 Copenhagen Ø

Company information

TEPKRI Piramagrun Holdings A/S
Amerika Plads 29
2100 Copenhagen Ø
Denmark

CVR-No.: 35471189
Date of incorporation: 4 September 2013
Registered office: Copenhagen
Financial year: 1 January 2019 - 31 December 2019

Board of Directors

Dunia Chalabi (Chairman)
Martin Rune Pedersen (Vice Chairman)
Christina Sjøberg Heineke Petersen

Executive Board

Richard Alistair Doidge

Management's Statement

The Board of Directors and Executive Board have today discussed and approved the annual report of TEPKRI Piramagrund Holdings A/S for the reporting period 1 January 2019 to 31 December 2019.

The annual report for the reporting period 1 January 2019 to 31 December 2019 of TEPKRI Piramagrund Holdings A/S has been prepared in accordance with Danish Financial Statements Act and in our opinion gives a true and fair view of the Company's assets, liabilities and the financial position at 31 December 2019 and of the results of the Company's operations for the period 1 January 2019 to 31 December 2019.

In our opinion the Directors' report includes a fair review of the development in and the result of the Company's operations and financial conditions, the result for the year and financial position.

In 2016, a decision was taken to opt out of auditing the Financial Statements in accordance with provision 135 of the Danish Financial Statements Act. The conditions for this exemption are still applicable.

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

Copenhagen, 20 May 2020

Executive Board:

Richard Doidge Alistair

Board of Directors:

Dunia Chalabi
(Chairman)

Martin Rune Pedersen
(Vice Chairman)

Christina S. Heineke Petersen

Accounting Policies

The Annual Report for 2019 of TEPKRI Piramagrun Holdings A/S has been prepared in accordance with the provisions of the Danish Financial Statements Act applicable to class B companies with options from higher reporting classes.

The accounting policies for the Financial Statements are unchanged from last year.

Pursuant to Section 112 (1) of the Danish Financial Statements Act, the Company has not prepared consolidated Financial Statements. The Financial Statements of TEPKRI Piramagrun Holdings A/S and its subsidiary are included in the consolidated Financial Statements of the Total Group.

Foreign Currency

The functional currency is USD. The Annual Report is presented in USD, in accordance with provision 16 of the Danish Financial Statements Act. The exchange rate of USD to DKK was 6.6759 at 31 December 2019 (2018: DKK 6.5213).

Monetary assets and liabilities in currencies other than USD are translated at the exchange rate at the balance sheet date. Transactions in currencies other than USD are translated at the exchange rate prevailing at the date of the transaction.

Exchange rate gains and losses are included in the income statement as financial income and expenses.

The Income Statement

Administrative expenses comprise other general administrative costs.

Result in subsidiaries is recognised net of tax.

Financial items comprise interest and currency exchange rate gains and losses from translation of cash, receivables and debt in foreign currencies other than USD.

Tax on profit for the year includes the amount estimated to be paid for the year as well as adjustments regarding previous years. The Company is jointly taxed with a number of Danish companies in the Total Group.

The Balance Sheet

Investment in subsidiaries are recognised and valued as the Company's share of the subsidiaries' equity valued according to the Company's accounting policies.

Receivables are measured at nominal value which in all material respects corresponds to amortised cost. Write-down is made for anticipated losses on an individual basis.

Dividend for distribution regarding the financial year is included as part of the equity.

Debt to group, suppliers etc. is measured at amortised cost price or lower net realisable value, which in most situations corresponds to the nominal value.

TEPKRI PIRAMAGRUN HOLDINGS A/S
INCOME STATEMENT
FOR 2019

Note	USD 1,000	
	2019	2018
1. Administrative expenses	0	0
Result before financial items and tax	0	0
2. Result after tax in subsidiaries	(13)	170
3. Financial expenses	0	(14)
Result before tax	(13)	156
4. Tax on result for the year	1	(7)
RESULT FOR THE YEAR	(12)	149
Proposed distribution of net result		
Retained earnings	(12)	149
	(12)	149
5. Company activity		

TEPKRI PIRAMAGRUN HOLDINGS A/S
BALANCE SHEET AT 31.12.2019

Note	USD 1,000	
	2019	2018
ASSETS		
NON-CURRENT ASSETS		
2. Financial assets		
Investment in subsidiaries	911	924
	911	924
TOTAL NON-CURRENT ASSETS	911	924
CURRENT ASSETS		
Receivables		
Receivables Group companies	385	384
Other receivables	0	0
	385	384
Cash	0	8
TOTAL CURRENT ASSETS	385	392
TOTAL ASSETS	1,296	1,316

TEPKRI PIRAMAGRUN HOLDINGS A/S
BALANCE SHEET AT 31.12.2019

Note	USD 1,000	
	2019	2018
LIABILITIES AND EQUITY		
6. EQUITY		
Share capital	362	362
Retained earnings	834	846
	1,196	1,208
CURRENT LIABILITIES		
Payables to Group companies	100	108
	100	108
TOTAL LIABILITIES	100	108
TOTAL LIABILITIES AND EQUITY	1,296	1,316
7. Contingencies etc.		
8. Related parties		

TEPKRI PIRAMAGRUN HOLDINGS A/S

Notes as at 31.12.2019

(USD 1,000)

Note 1, Staff costs

The Company has no employees, as all those engaged are employed in other group companies.

Note 2, Financial assets

	2019
	Investment in subsidiaries
Cost at 01.01	<u>136,039</u>
Cost price 31.12	<u>136,039</u>
Value adjustments at 01.01	(135,115)
Share of subsidiary company result after tax	(13)
Dividends received	<u>0</u>
Value adjustments 31.12	<u>(135,128)</u>
Carrying amount 31.12	<u>911</u>

Affiliated company	Country of registration	Share of ownership
TEPKRI Piramagrund A/S	Denmark	100%

	<u>2019</u>	<u>2018</u>
Note 3, Financial expenses		
Exchange rate adjustments etc.	<u>0</u>	<u>14</u>
	<u>0</u>	<u>14</u>

Note 4, Corporate tax

Tax income for the year is USD 1 thousand (2018: no tax) due to an adjustment related to prior years.

This Company is part of a joint taxation scheme with the Danish companies within the Total Group. The tax is divided between the members of the joint taxation scheme by use of the full allocation method.

Note 5, Company activity

The Company was formed on 4 September 2013 with the purpose of holding a 40% share in the Piramagrun Production Sharing Contract via a subsidiary, TEPKRI Piramagrun A/S. Following an unsuccessful exploration drilling campaign, the Piramagrun partnership decided in July 2015 to relinquish the PSC. The relinquishment was approved by the Kurdistan Regional Government with an effective date of 13 January 2016. Preparation of closing the company and its subsidiary is ongoing.

Note 6, Equity

	<u>2019</u>	<u>2018</u>
Share capital		
Share capital at 01.01	362	362
Share capital at 31.12	<u>362</u>	<u>362</u>
Retained earnings		
Retained earnings at 01.01	846	697
Transferred from result for the period	(12)	149
Retained earnings at 31.12	<u>834</u>	<u>846</u>
Total equity	<u>1,196</u>	<u>1,208</u>

Share capital consists of the following shares:

<u>Number</u>	<u>Nominal, DKK</u>
2,000	1,000
Total nominal value in DKK	<u>2,000,000</u>

Share capital, changes:

Increase of capital 24 April 2014	500,000
Increase of capital 5 August 2014	500,000
	<u>1,000,000</u>

Note 7, Contingencies

As of 31 December 2019, the Company is jointly taxed with Danish companies within the Total Group. This entails unlimited joint liability for Danish corporation taxes and withholding taxes on dividends, interests and royalties within the jointly taxed companies. A similar obligation exists for joint registration of VAT.

Joint liability for previous periods still exists.

Note 8, Related parties

Companies in the Total Group and the Executive board and board members of the Company are related parties.

Payables and receivables to group entities are disclosed in the balance sheet.

Parties exercising control

The Company is 100% owned by Total E&P Danmark A/S.

As of 31 December 2019, the ultimate parent company is Total S.A., Tour Coupole, 2 place Jean Millier, 92078 Paris la Défense, France. The consolidated Financial Statements of the Total group are available at

<https://www.total.com/en/investors/publications-and-regulated-information/regulated-information/annual-financial-reports>

The Company is included in the consolidated Financial Statements as a subsidiary.