

**TOTAL E&P NCE A/S**

**CVR-No. 35471235**

**Annual Report 2018**



Approved at the General Assembly: 24 May 2019  
Chairman of the meeting: Majbritt Perotti Carlson

Amerika Plads 29, 2100 Copenhagen Ø

### **Company information**

Total E&P NCE A/S  
Amerika Plads 29  
2100 Copenhagen Ø  
Denmark

CVR-No.: 35471235  
Date of incorporation: 4 September 2013  
Registered office: Copenhagen  
Financial year: 1 January 2018 - 31 December 2018

### **Board of Directors**

Jean-Michel Lavergne (Chairman)  
Troels Albrechtsen (Vice Chairman)  
Martin Rune Pedersen

### **Executive Board**

David John Mendelson

## Management's Statement

The Board of Directors and Executive Board have today discussed and approved the annual report of Total E&P NCE A/S for the reporting period 1 January 2018 to 31 December 2018.

The annual report for the reporting period 1 January 2018 to 31 December 2018 of Total E&P NCE 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 2018 and of the results of the Company's operations for the period 1 January 2018 to 31 December 2018.

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.

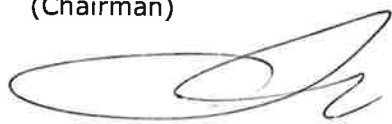
Copenhagen, 24 May 2019

Executive Board:

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David John Mendelson

Board of Directors:

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Jean-Michel Lavergne  
(Chairman)

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Martin Rune Pedersen

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Troels Albrechtsen  
(Vice Chairman)

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David John Mendelson

Board of Directors:

  
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(Chairman)

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David John Mendelson

Board of Directors:

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(Chairman)

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Troels Albrechtsen  
(Vice Chairman)

\_\_\_\_\_  
Martin Rune Pedersen

### **Accounting Policies**

The Annual Report for 2018 of Total E&P NCE 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 Total E&P NCE 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 6.5213 at 31 December 2018 (2017: DKK 6.2067).

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 expenses.

**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.

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

**Provision for deferred tax** is made on temporary differences between the accounting and tax values of assets and liabilities. Deferred tax on temporary differences which at the time of the transaction does not affect the financial result or the taxable income is not recognised.

**Deferred tax assets** are only recognised to the extent that it is probable that they can be utilised against future taxable income.

#### 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.

**TOTAL E&P NCE A/S  
INCOME STATEMENT  
FOR 2018**

Note	<b>USD 1,000</b>	
	<b>2018</b>	<b>2017</b>
1. Administrative expenses	0	0
Result before financial items and tax	0	0
2. Result after tax in subsidiaries	(10)	(451)
3. Financial income	0	94
4. Financial expenses	(27)	0
Result before tax	(37)	(357)
5. Tax on result for the year	0	3
<b>RESULT FOR THE YEAR</b>	<b>(37)</b>	<b>(354)</b>
Proposed distribution of net result		
Retained earnings	(37)	(354)
	(37)	(354)
6. Company activity		



**TOTAL E&P NCE A/S**  
**BALANCE SHEET AT 31.12.2018**

Note	USD 1,000	
	2018	2017
<b>ASSETS</b>		
NON-CURRENT ASSETS		
2.	Financial assets	
	Investment in subsidiaries	306
		<u>296</u>
		<u>306</u>
	TOTAL NON-CURRENT ASSETS	<u>296</u> <u>306</u>
CURRENT ASSETS		
	Receivables	
	Receivables Group companies	781
	Prepayments	6
		<u>742</u>
		<u>787</u>
	Cash	0
		<u>18</u>
	TOTAL CURRENT ASSETS	<u>760</u> <u>787</u>
	<b>TOTAL ASSETS</b>	<b><u>1,056</u>      <u>1,093</u></b>

**TOTAL E&P NCE A/S**  
**BALANCE SHEET AT 31.12.2018**

Note	USD 1,000	
	2018	2017
<b>LIABILITIES AND EQUITY</b>		
7.	<b>EQUITY</b>	
	Share capital	270      270
	Retained earnings	736      773
	<u>1,006</u>	<u>1,043</u>
	<b>CURRENT LIABILITIES</b>	
	Payables to Group companies	50      50
	<u>50</u>	<u>50</u>
	<b>TOTAL LIABILITIES</b>	<u>50      50</u>
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b><u>1,056      1,093</u></b>
8.	Contingencies etc.	
9.	Related parties	

**TOTAL E&P NCE A/S**  
**Notes as at 31.12.2018**  
**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**

	<b>2018</b> Investment in subsidiaries
Cost at 01.01.	100,035
Cost price 31.12	100,035
Value adjustments at 01.01.	(99,729)
Share of subsidiaries' result after tax	(10)
Dividends received	0
Value adjustments 31.12	(99,739)
Carrying amount 31.12	296

<b>Affiliated company</b>	<b>Country of registration</b>	<b>Share of ownership</b>
TEPKRI Qala Dze A/S	Denmark	100%

	<b>2018</b>	<b>2017</b>
<b>Note 3, Financial income</b>		
Exchange rate adjustments etc.	0	94
	0	94
<b>Note 4, Financial expenses</b>		
Exchange rate adjustments etc.	27	0
	27	0

### Note 5, Corporate tax

There is no tax for the year (2017: Income of USD 3 thousand).

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 6, Company activity

The company was formed in 2013, initially with the purpose of holding a share in the Qala Dze Production Sharing Contract through a subsidiary, TEPKRI Qala Dze A/S. In 2016, the company changed name to act as an interim entity for preparatory work for a potential new country entry.

### Note 7, Equity

	<u>2018</u>	<u>2017</u>
<b>Share capital</b>		
Share capital at 01.01	270	270
Share capital at 31.12	<u>270</u>	<u>270</u>
<b>Retained earnings</b>		
Retained earnings at 01.01	773	1,127
Transferred from result for the period	<u>(37)</u>	<u>(354)</u>
Retained earnings at 31.12	<u>736</u>	<u>773</u>
<b>Total equity</b>	<u>1,006</u>	<u>1,043</u>

Share capital consists of the following shares:

<u>Number</u>	<u>Nominal, DKK</u>
1,500	<u>1,000</u>
Total nominal value in DKK	<u>1,500,000</u>

Share capital, changes:

Increase of capital 5 August 2014	500,000
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**Note 8, Contingencies**

As of 31 December 2018, 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 9, 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 2018, 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.