

Independent Oil & Resources PLC

Income Statement

All amounts in NOK 1,000

Operating revenue and operating costs	6 months ended 30.06.2016	6 months ended 30.06.2015	Audited Y/E 31.12.2015
Revenues			
Cost of goods sold			
Salaries and fees	337	220	420
Other operating expenses	938	1,122	1,958
Total operating expenses	1,275	1,341	2,379
Operating profit/-loss	-1,275	-1,341	-2,379
Gain/-loss on shares and impairment loss on investments	-8,150	-15,687	-76,227
Other financial income/-expense	-15	4,952	11,178
Financial items - net	-8,165	-10,735	-65,048
Income before tax and extraordinary items	-9,440	-12,077	-67,427
Income Taxes	108	0	977
Extraordinary Items	0	0	0
Net Income/(Loss)	-9,548	-12,077	-68,404
Share of (losses) / profits from associates	0	-108	0
Currency translation difference of foreign operations	0	0	0
Other comprehensive (loss) / income for the year	0	-108	0
Total comprehensive income / (loss) for the year	-9,548	-12,185	-68,404
Average number of shares	14,166,726	17,377,632	16,541,917
Number of shares at end of period	14,166,726	17,377,632	14,166,726
Net income/(loss) per share	-0.674	-0.701	-4.135

Balance Sheet
All amounts in NOK 1,000

	30.06.2016	30.06.2015	31.12.2015
Assets			
Deferred Tax asset	0	0	0
Investment in affiliates	81,414	87,310	72,053
Project Investments	0	0	0
Long Term Investments	0	5,802	0
Total long-term assets	81,414	93,112	72,053
Short-term investments	118,999	114,091	93,369
Short-term receivables	2,327	6,282	14,003
Cash and bank deposits	8,559	29,500	42,579
Total current assets	129,885	149,873	149,951
Total assets	211,299	242,985	222,004
Equity and liabilities			
Paid-in capital			
Share capital	35,417	43,444	35,417
Own Shares	0	-3,808	0
Share Premium	40,113	40,113	40,113
Translation Reserve	52,865	5,065	52,865
Other paid in equity	48,000	157,348	57,548
Total paid-in-equity / Retained earnings	176,395	242,162	185,942
Short term Debt			
Income Taxes	54	0	59
Short term Debt	34,850	823	36,003
Total short term Debt	34,904	823	36,062
Total equity and liabilities	211,299	242,985	222,004

Events after the reporting period

The Company has participated in a NOK 50 mill. rights issue in Petrolia Norway AS in July 2016. In the rights issue the Company subscribed for an additional 109 000 shares for a total value of NOK 12.2 mill.

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Cash flow statement

All amounts in NOK 1,000

	6 months ended 30.06.2016	6 months ended 30.06.2015	Audited Y/E 31.12.2015
Cash flow from operating activities	9,120	-1,934	3,683
Cash flow from investing activities	-43,140	3,295	10,757
Cash flow from financing activities	0	-2,938	-2,938
Cash flow in the period	-34,020	-1,577	11,502
Cash / cash equivalents at period beginning	42,579	31,077	31,077
Cash / cash equivalents at period end	8,559	29,500	42,579

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Notes to interim financial statements

The financial statements for the period ended 30.06.2016 have been prepared in accordance with IFRS.

Long term investments in shares are accounted for using the cost method. Short term investments in shares that are traded on the Oslo Stock Exchange are accounted for using market value at the balance sheet date. Other short term investments in shares are accounted for using the cost method.

Note 1 Investments in shares

Investment in affiliated companies	No of shares	Market value	Book value
Petrolia SE	13,381,639	59,147	59,147
Heavy Minerals Ltd	1,021,414	-	-
Petrolia Norway AS	79,000	3,283	3,283
Petroresources Ltd	43,782	1,050	1,050
Epsis AS	105,420	1,679	1,679
Noco Oil & Resources PLC	19,404	16,255	16,255
Helsetelefonen	5,000	-	-
Total investment in affiliated companies			81,414
Total long-term investment in shares			81,414
Short-term investments at market value			
DNO International ASA	1,000,000	9,310	9,310
Sparebanken Vest Egenkapitalbev.	77,353	2,738	2,738
Opera Software	130,000	8,710	8,710
Norwegian Air Shuttle	27,000	7,768	7,768
Vardia Insurance Group	2,000,000	1,160	1,160
Avance Gas Holding	110,000	2,872	2,872
Frontline Ltd	20,000	1,283	1,283
Grieg Seafood	50,000	2,700	2,700
Leroy Seafood Group	70,000	27,510	27,510
Easybank ASA	1,000,000	10,129	10,129
B2 Holding ASA	25,000	303	303
Odfjell Drilling Ltd	50,000	225	225
Total short-term investment in shares		74,708	74,708
Short-term investments at cost			
6% USD Petrolia SE 16/19	7,553,193	34,802	34,802
7.5% USD Genel Energy Finan 14/19	400,000	2,360	2,360
10.25% USD Det Norske Oljes 15/22	200,000	1,537	1,537
8.75% USD DNO Asa 15/20	600,000	3,632	3,632
9% USD TiZir Limited 12/17	300,000	1,960	1,960
Warrant Europa Vekst - CZ44C52	100	-	-
Warrant UK Vekst II - CZ44DYO	50	-	-
Total short-term investment in shares		118,999	118,999