

Independent Oil & Resources PLC

Income Statement

All amounts in NOK 1,000

Operating revenue and operating costs	12 months ended 31.12.2016	Audited Y/E 31.12.2015
Revenues		
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Cost of goods sold		
Salaries and fees	440	420
Other operating expenses	2,163	1,958
Total operating expenses	2,602	2,379
Operating profit/-loss	-2,602	-2,379
Gain/-loss on shares and impairment loss on investments	16,351	-76,227
Other financial income/-expense	6,067	11,178
Financial items - net	22,419	-65,048
Income before tax and extraordinary items	19,816	-67,427
Income Taxes	118	977
Extraordinary Items	0	0
Net Income/(Loss)	19,698	-68,404
Share of (losses) / profits from associates	0	0
Currency translation difference of foreign operations	0	0
Other comprehensive (loss) / income for the year	0	0
Total comprehensive income / (loss) for the year	19,698	-68,404
Average number of shares	16,516,792	16,541,917
Number of shares at end of period	24,053,211	14,166,726
Net income/(loss) per share	1.193	-4.135

Balance Sheet
All amounts in NOK 1,000

	31.12.2016	31.12.2015
Assets		
Deferred Tax asset	0	0
Investment in affiliates	94,760	72,053
Project Investments	0	0
Long Term Investments	0	0
Total long-term assets	94,760	72,053
Short-term investments	136,798	93,369
Short-term receivables	2,406	14,003
Cash and bank deposits	24,577	42,579
Total current assets	163,781	149,951
Total assets	258,541	222,004
Equity and liabilities		
Paid-in capital		
Share capital	60,133	35,417
Own Shares	0	0
Share Premium	49,999	40,113
Translation Reserve	52,865	52,865
Other paid in equity	77,246	57,548
Total paid-in-equity / Retained earnings	240,243	185,942
Short term Debt		
Income Taxes	-540	59
Short term Debt	18,838	36,003
Total short term Debt	18,298	36,062
Total equity and liabilities	258,541	222,004

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Cash flow statement

All amounts in NOK 1,000

	12 months ended 31.12.2016	Audited Y/E 31.12.2015
Cash flow from operating activities	10,354	3,683
Cash flow from investing activities	-62,959	10,757
Cash flow from financing activities	34,603	-2,938
Cash flow in the period	-18,002	11,502
Cash / cash equivalents at period beginning	42,579	31,077
Cash / cash equivalents at period end	24,577	42,579

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Notes to interim financial statements

The financial statements for the period ended 31.12.2016 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 stock exchanges 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 and non-listed companies	No of shares	Book value
Petrolia SE	13,381,639	55,400
Petroresources Ltd	43,782	1,021
Petrolia Noco AS	188,000	13,468
Noco Oil & Resources PLC	26,906	23,193
Helsetelefonen	5,000	-
Epsis AS	105,420	1,678
Total investment in affiliated and non-listed companies		94,760

Total long-term investment in shares	94,760
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Short-term investments

Short-term investments shares at market value		
DNO International ASA	1,000,000	8,480
Sparebanken Vest Egenkapitalbev.	77,353	3,744
Opera Software	100,000	3,730
Norwegian Air Shuttle	27,000	7,749
Vardia Insurance Group	200,000	1,362
Avance Gas Holding	110,000	2,915
American Shipping Company	30,882	750
Marine Harvest ASA	70,000	10,900
Norsk Hydro ASA	50,000	2,065
Easybank ASA	1,000,000	12,000
Scatec Solar ASA	65,000	2,503
Hoegh LNG Holdings	10,000	965
Salmar ASA	20,000	5,162
Odfjell Drilling Ltd	50,000	865
Total short-term investment in shares		63,190

Short-term investments bonds at cost		
6% USD Petrolia SE 16/19	7,553,193	63,182
7.5% USD Genel Energy Finan 14/19	400,000	2,714
10.25% USD Det Norske Oljes 15/22	200,000	1,596
8.75% USD DNO Asa 15/20	600,000	4,099
9% USD TiZir Limited 12/17	300,000	2,017
Warrant Europa Vekst - CZ44C52	100	-
Warrant UK Vekst II - CZ44DYO	50	-

Total Short-term investments bonds at cost	73,608
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Total short-term investment in shares and bonds	136,798
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