

INDEPENDENT OIL & RESOURCES PLC

UNAUDITED FINANCIAL STATEMENTS

Period from 1 January 2018 to 30 June 2018

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INDEPENDENT OIL & RESOURCES PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Period from 1 January 2018 to 30 June 2018

	6 months ended 30.06.2018 NOK 000	6 months ended 30.06.2017 NOK 000	Audited Y/E 31.12.2017 NOK 000
Revenue			
Dividend income	786	969	1,189
Interest income	877	1,175	2,109
Net fair value gains/ (losses) on financial assets at fair value through profit or loss	6,428	(4,416)	8,288
Loss on disposal of subsidiary	-	-	(1,250)
Reversal of impairment of investments in associates	-	-	7,042
Salaries and fees	-	-	-
Other operating expenses	-	-	-
Administration expenses	(1,317)	(1,382)	(2,387)
Operating profit	6,774	(3,654)	14,991
Loss on shares and impairment loss on investments	-	-	-
Finance income	-	-	418
Finance costs	(2,360)	(2,195)	(768)
Share of results of associates before tax	13,094	(13,640)	(44,462)
Profit/(loss) before tax	17,508	(19,489)	(29,821)
Tax	-	-	(1)
Net profit/(loss) for the period/year	17,508	(19,489)	(29,822)
Other comprehensive income			
Share of losses from associates	-	-	(7,470)
Currency translation difference of associates	-	-	(12,728)
Other comprehensive income/ (loss) for the period/year	-	-	(20,198)
Total comprehensive income / (loss) for the period/year	17,508	(19,489)	(50,020)
Average number of shares	24,053,211	24,053,211	24,053,211
Number of shares at end of period	24,053,211	24,053,211	24,053,211
Net profit / (loss) per share	0.728	(0.810)	(2.079)

INDEPENDENT OIL & RESOURCES PLC

STATEMENT OF FINANCIAL POSITION

30 June 2018

	30.06.2018	30.06.2017	31.12.2017
	NOK	NOK	NOK
	000	000	000
ASSETS			
Non-current assets			
Investments in associates	125,666	145,754	101,165
Available-for-sale financial assets	1,000	-	1,000
	<u>126,666</u>	<u>145,754</u>	<u>102,165</u>
Current assets			
Receivables	8,318	1,144	595
Financial assets at fair value through profit or loss	67,972	84,188	83,160
Refundable taxes	109	-	113
Cash at bank and in hand	5,124	7,245	13,854
	<u>81,523</u>	<u>92,577</u>	<u>97,722</u>
Total assets	<u>208,189</u>	<u>238,331</u>	<u>199,887</u>
EQUITY AND LIABILITIES			
Equity			
Share capital	60,133	60,133	60,133
Share premium	49,999	49,999	49,999
Translation reserve	33,840	52,865	33,840
Retained earnings	63,508	57,509	46,002
Total equity	<u>207,480</u>	<u>220,506</u>	<u>189,974</u>
Non-current liabilities			
Borrowings	-	-	8,519
	<u>-</u>	<u>-</u>	<u>8,519</u>
Current liabilities			
Trade and other payables	709	-	1,394
Short term debt	-	17,825	-
	<u>709</u>	<u>17,825</u>	<u>1,394</u>
Total liabilities	<u>709</u>	<u>17,825</u>	<u>9,913</u>
Total equity and liabilities	<u>208,189</u>	<u>238,331</u>	<u>199,887</u>

INDEPENDENT OIL & RESOURCES PLC

STATEMENT OF CASH FLOWS

Period from 1 January 2018 to 30 June 2018

	6 months ended 30.06.2018 NOK 000	6 months ended 30.06.2017 NOK 000	Audited Y/E 31.12.2017 NOK 000
Net cash generated from operating activities	2,849	(80,987)	2,140
Net cash used in investing activities	(11,407)	63,655	(12,863)
Net cash used in financing activities	(172)	-	-
Cash flow in the period	(8,730)	(17,332)	(10,723)
Cash and cash equivalents at beginning of the period/year	13,854	24,577	24,577
Cash and cash equivalents at end of the period/year	5,124	7,245	13,854

Independent Oil & Resources PLC

Notes to interim financial statements

The financial statements for the period ended 30.06.2018 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.

	No of shares	Book value
Investments in associate companies		
Petrolia SE	24,711,429	79,077
Petrolia Noco AS	265,000	16,840
Epsis AS	105,420	761
Noco Oil & Resources PLC	46,500	25,723
Rigloan Yields Ltd	6,400	3,265
Total investment in associate companies		125,666
Available-for-sale financial assets		
Grundingen AB	1,160,000	1,000
Helsetelefonen	5,000	-
Total available-for-sale financial assets		1,000
Total long-term investment in shares		126,666
Short-term investments		
Short-term investments at market value		
American Shipping Company	40,000	1,178
DNO International ASA	700,000	10,549
Wallenius Wilhelmsen Logistics	25,000	950
Telenor	15,000	2,507
KID ASA	20,000	740
Sparebanken Vest Egenkapitalbev.	60,000	2,790
Opera Software	50,000	1,080
Scatec Solar ASA	60,000	3,306
Norwegian Air Shuttle	10,000	2,484
Kvaerner ASA	100,000	1,718
Avance Gas Holding	110,000	2,244
Easybank ASA	900,000	9,720
XXL ASA A-Aksjer	19,377	1,279
Flex LNG	150,000	1,853
Golden Ocean Group	30,000	2,106
Odfjell Drilling Ltd	50,000	1,688
Total short-term investment in shares		46,192
Short-term investments bonds		
6% USD Petrolia SE 16/19	1,888,298	15,406
8.75% USD DNO Asa 15/20	600,000	5,024
9.5% USD TiZir Limited 17/22	100,000	889
Total short-term investments bonds		21,319
Bonds- Interest Receivable		461
Total short-term investment in shares and bonds		67,972