

INDEPENDENT OIL & RESOURCES PLC

FINANCIAL STATEMENTS

For the year ended 31 December 2020

INDEPENDENT OIL & RESOURCES PLC

FINANCIAL STATEMENTS

31 December 2020

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INDEPENDENT OIL & RESOURCES PLC

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME 31 December 2020

		Unaudited Y/E 31.12.2020 NOK 000	Audited Y/E 31.12.2019 NOK 000
Revenue			
Dividend income		1.131	871
Interest income	15,	<u>3.553</u>	<u>1.500</u>
Gross profit			
Fair value gain on financial assets at fair value through profit or loss		4.684	2.371
Fair value gain on financial asset at amortised cost		(2.904)	3.701
Administration expenses		-	2.607
(Impairment) / Reversal of impairment of investments in associates	13	(2.522)	(2.724)
Expected credit losses on financial assets		(786)	(8.056)
Gain on dividend-in-kind distribution		-	(803)
		<u>-</u>	<u>336</u>
Operating loss			
		(1.528)	(2.568)
Finance income		96	153
Finance costs		(30)	(25)
Share of results of associates before tax	13	<u>54.032</u>	<u>(1.902)</u>
Profit/(loss) before tax			
		52.570	(4.342)
Tax		-	(17)
Net profit/(loss) for the year			
		<u>52.570</u>	<u>(4.359)</u>
Other comprehensive income			
Share of income /(losses) from associates		-	469
Currency translation differences of associates		-	2.241
Net other comprehensive income/(loss) that may be reclassified to profit or loss in subsequent periods			
		-	2.710
Fair value change on equity instruments designated at fair value through other comprehensive income		-	(786)
Net other comprehensive loss that will not be reclassified to profit or loss in subsequent periods			
		-	(786)
Other comprehensive income/ (loss) for the year			
		-	1.924
Total comprehensive income / (expense) for the year			
		<u>52.570</u>	<u>(2.435)</u>
Average number of shares		59.053.211	39.669.649
Number of shares at the end of the period		<u>59.053.211</u>	<u>59.053.211</u>
Total comprehensive income / (loss) for the year		<u>52.570</u>	<u>(2.435)</u>
Earnings/(Loss) per share		<u>0,890</u>	<u>(0,109)</u>

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STATEMENT OF FINANCIAL POSITION

31 December 2020

	Unaudited Y/E 31.12.2020 NOK 000	Audited Y/E 31.12.2019 NOK 000
ASSETS		
Non-current assets		
Investments in associates	177.623	112.698
Other financial assets at amortised cost	<u>20.479</u>	<u>21.075</u>
	<u>198.102</u>	<u>133.773</u>
Current assets		
Receivables	475	392
Financial assets at fair value through profit or loss	38.193	39.965
Refundable taxes	326	154
Cash at bank and in hand	<u>50.615</u>	<u>60.867</u>
	<u>89.609</u>	<u>101.378</u>
Total assets	<u>287.711</u>	<u>235.151</u>
EQUITY AND LIABILITIES		
Equity		
Share capital	59.053	59.053
Share premium	49.999	49.999
Translation reserve	43.351	43.351
Share Capital redemption reserve	51.080	51.080
Fair value change on equity instruments designated at fair value through other comprehensive income	(1.000)	(1.000)
Retained earnings	<u>84.897</u>	<u>32.327</u>
Total equity	<u>287.380</u>	<u>234.810</u>
Current liabilities		
Trade and other payables	<u>331</u>	<u>341</u>
	<u>331</u>	<u>341</u>
Total equity and liabilities	<u>287.711</u>	<u>235.151</u>

INDEPENDENT OIL & RESOURCES PLC

STATEMENT OF CASH FLOWS

31 December 2020

	Unaudited Y/E	Audited Y/E
	31.12.2020	31.12.2019
	NOK 000	NOK 000
Net cash generated from/(used in) operating activities	2.171	(422)
Net cash used in investing activities	(12.424)	(425)
Net cash generated from financing activities	-	25.000
Net (decrease)/increase in cash and cash equivalents	(10.253)	24.153
Cash and cash equivalents at beginning of the year	60.868	36.714
Cash and cash equivalents at end of the year	50.615	60.867

Independent Oil & Resources PLC

Notes to interim financial statements

The financial statements for the period ended 31.12.2020 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	Note
Investments in associate companies			
Petrolia SE	27,182,571	135,580	1
Petrolia Noco AS	2,864,528	8,594	
Epsis AS	125,000	500	
Noco Oil & Resources Ltd	46,500	28,551	
Rigloan Yields Ltd	6,400	3,398	
CO2 Management AS	833	1,000	
Total investment in associate companies		177,623	
Available-for-sale financial assets			
Helsetelefonen	5,000	-	
Total available-for-sale financial assets		-	
Total long-term investment in shares		177,623	
Short-term investments			
Short-term investments at market value			
Dno ASA	500,000	3,434	
Endur ASA	400,000	488	
Rec Silicon ASA	28,000	451	
Yara International ASA	2,500	890	
Grieg Seafood ASA	30,000	2,550	
Bonheur ASA	10,000	2,420	
Elkem ASA	25,000	710	
Nordic Semiconductor ASA	10,000	1,380	
BW Energy Limited	8,162	225	
Ocean Yield ASA	40,000	1,062	
Norsk Hydro ASA	30,000	1,196	
Scatec Solar ASA	21,000	7,168	
Storebrand ASA	20,000	1,284	
Avance Gas Holding	110,000	4,523	
Brabank ASA	890,000	6,168	
Flex LNG	25,000	1,878	
BW Offshore Limited	40,000	1,509	
Odfjell Drilling Ltd	50,000	857	
Total short-term investment in shares		38,193	
Short-term investments bonds			
6% USD Petrolia SE 16/19	2,510,045	19,987	
Total short-term investments bonds		19,987	
Bonds- Interest Receivable		492	
Total short-term investment in shares and bonds		58,672	

Note 1

Investments in Associate Companies are reported at the lower of Cost and Current Market Value.

The shares in Petrolia SE have a historical cost of NOK 135,579,943 (NOK 4.99) whilst their market value at 31.12.2020 was NOK 228,333,596.40 (27,182,571 shares * 8.40 NOK per share)

Limassol, February 26th 2021