



Rem Saltire AS **2`nd half 2021 report**

General information

The interim accounts for the second half year of 2021 has been prepared in accordance with NGAAP. The accounts are unaudited.

Nature and location of activities

Rem Saltire AS is the owner of the Offshore Support Vessel *Rem Saltire*. The vessel has been performing a time charter party with Magseis Fairfield throughout the course of 2021.

The commercial and technical management is performed by Rem Maritime AS in Fosnavåg.

Operation and contract situation

The vessel has been chartered to Magseis Fairfield since January 2019 on satisfactory commercial terms. The vessel has been performing deep and ultra deep water node handling operations in US Gulf of Mexico. As part of the contractual negotiations for a 1 year extension of the charter party for 2021, Rem committed to change out the existing launch and recovery system which was due for renewal. This changeout is improving vessel performance but it also had a significant liquidity impact on the company due to the extended yard stay. In the end of 2021 the Rem Saltire was awarded a 2 year contract extension with Magseis Fairfield. This contract will bring the Rem Saltire forward to end 2023, and provides good predictability for the next 2 years.

Accounts second half year 2021

Total operating revenue in the second half of 2021 was MNOK 55,7 (MNOK 49,1 for the second half of 2020).

Operating expenses for second half of 2021 was MNOK 20,2 (MNOK 19,2). This results in an EBITDA of MNOK 35,5 (MNOK 29,9) which provides an operating margin of 63,7 %.

Profit for the second half of 2021 was MNOK 13,2 (MNOK 8,1).

Future outlook

Magseis Fairfield have managed to substantially increase their backlog for 2022, which is positive for the continued operations for Rem Saltire. The subsea market is also showing signs of improvement with high utilisation going into 2022 due to stable high oil prices. Magseis Fairfield is the leading global industry player in the deep water node market, and the performance of Rem Saltire is a solid contributor to this position.

The remaining backlog for the existing contract is approximately MUSD 23. The vessel is operating with Cyprus flag and a mix of Norwegian and Bulgarian crew, and is fully operated by Rem Maritime AS.

Free cash in Rem Saltire AS amounted to MNOK 5,6 by the end of 2021.

Fosnavåg, 28 February 2022

Board of Directors of
Rem Saltire AS



REM SALTIRE - P&L STATEMENT

NOK 1.000	2H 2021	2H 2020	YE 2021	YE 2020
Charter hire	55 652	49 128	103 241	101 625
Other income	0	0	0	0
Total revenues	55 652	49 128	103 241	101 625
Crew expenses	13 364	13 317	27 844	27 122
Vessel costs	2 570	1 676	5 186	5 343
Other operating expenses	4 315	4 216	8 408	7 447
Total operating expenses	20 249	19 209	41 438	39 912
Gross profit	35 403	29 919	61 803	61 713
Depreciation	14 594	11 667	26 409	22 758
Operating profit	20 809	18 252	35 394	38 955
Interest income	2	3	6	14
Financial income	2 099	395	0	0
Interest expenses	9 695	10 538	20 959	22 815
Financial expenses	0	0	64	10 445
Net financial items	-7 594	-10 140	-21 018	-33 246
Profit before tax	13 215	8 112	14 376	5 709
Taxes	0	0	0	0
Profit / loss for the period	13 215	8 112	14 376	5 709



REM SALTIRE - BALANCE SHEET

NOK 1.000

	31.12.2021	31.12.2020
ASSETS		
Fixed assets		
Vessels	327 662	329 741
Total tangible fixed assets	327 662	329 741
Total fixed assets	327 662	329 741
Trade debtors	18 751	16 049
Other short-term receivables	3 824	3 104
Bank deposits	5 610	32 634
Total current assets	28 185	51 787
TOTAL ASSETS	355 847	381 528
EQUITY AND LIABILITIES		
Share capital	21 000	21 000
Other paid-in capital	38 478	38 478
Other equity	20 085	5 709
Total equity	79 563	65 187
Bond loan	246 200	266 900
Total long term liabilities	246 200	266 900
Trade creditors	6 968	7 679
Instalments next period	21 600	21 600
Intergroup liabilities	0	10 022
Other short term liabilities	1 515	10 140
Total short term liabilities	30 083	49 441
TOTAL EQUITY AND LIABILITIES	355 847	381 528



REM SALTIRE CASH FLOW STATEMENT

Numbers in NOK 1.000	2H 2021	2H 2020	2021	2020
Operating result	13 214	8 112	14 376	5 709
Depreciation	14 594	11 667	26 409	22 758
Changes in accounts receivables	-9 465	2 361	-2 702	2 570
Changes in accounts payable	542	3 719	-711	5 118
Changes in other working captial	-6 022	-8 511	-9 364	2 670
Net cash from operating activities	12 863	17 348	28 008	38 825
Purchase of assets	0	-9 609	-16 512	-18 921
Periodical maintenance (drydocking)	-2 034	-2 234	-7 818	-2 696
Net cash from investment activities	-2 034	-11 843	-24 330	-21 617
Repayment of borrowings	-10 800	-4 500	-20 700	-4 500
Changes in group balances	0	0	-10 002	9 082
Net cash from financing activities	-10 800	-4 500	-30 702	4 582
Net changes in cash	29	1 005	-27 024	21 790
Cash in the start of the period	5 581	21 627	32 634	10 844
Cash in the end of the period	5 610	22 632	5 610	32 634