



GCRIEBER

SHIPPING ASA



Interim report first quarter 2018

(Unaudited)

Key events in the first quarter 2018

- GC Rieber Shipping has strengthened its financial position through Q1 2018 and is well positioned to benefit from an increasing activity level and an improved order backlog.
- Total loss of NOK 59.1 million, compared with a loss of NOK 66.3 million in the corresponding period 2017.
- Fleet utilisation of 68 percent in a quarter with continued challenging market conditions.¹
- Contract backlog of NOK 562 million as of 1 April 2018.²
- Several new charter contracts secured in a prevailing challenging market. A contract coverage of 93 percent² for the remaining of 2018 for the subsea and ice/support vessels, and Shearwater GeoServices (Shearwater) is fully booked through the third quarter of 2018.
- The company has secured a three year financial runway after the successful NOK 100 million Rights Issue and certain debt amendments agreed with the lending banks. In combination with the successful establishment of Shearwater, this concludes the refinancing process of GC Rieber Shipping.

Key figures (Unaudited)

Figures in NOK million	Q1 2018	Q1 2017	31.12.2017
Operating income	31.4	40.2	264.1
EBITDA	-21.6	-27.5	21.0
EBIT	-50.7	-55.4	-90.0
Profit before tax	-59.1	-66.3	-130.6
Net profit in the period	-59.1	-66.3	-130.1
Normalised profit before tax ³	-62.3	-67.9	-142.1
Earnings per share	-1.03	-1.52	-2.98
Equity ratio	49.1 %	46.7 %	46.6 %
Fleet capacity utilisation	68 %	67 %	84 %
Number of shares (in million)	57.1	43.7	43.7

¹ Excluding marine seismic

² Excluding options and marine seismic

³ Profit bef. tax adjusted for unrealised currency gains/losses, profit from disposals and write-downs

Operational review

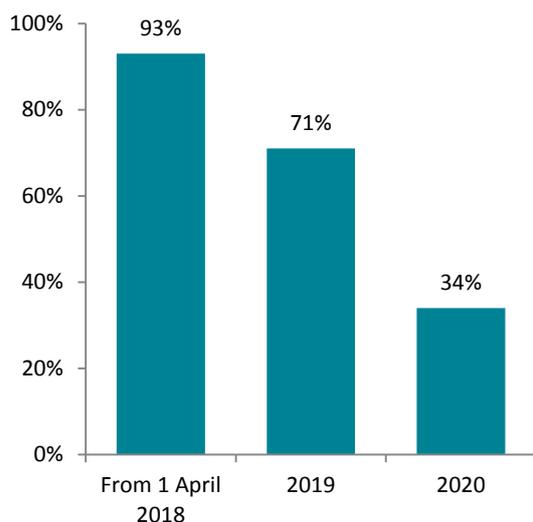
GC Rieber Shipping operates and has direct and indirect ownership in 11 vessels within the segments subsea, ice/support and marine seismic.

Capacity utilisation and contract backlog

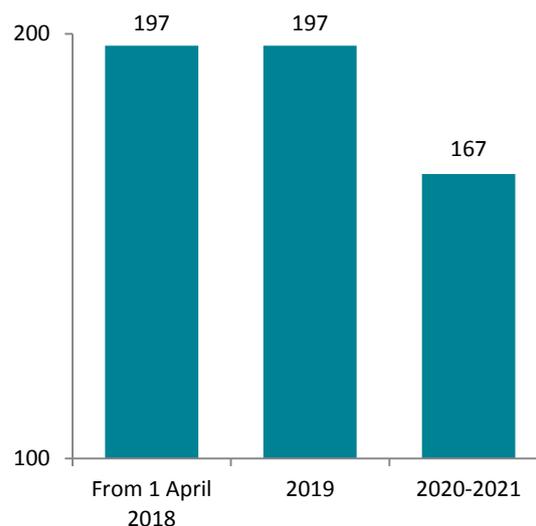
The fleet capacity utilisation of 68 percent in the first quarter of 2018 was about the same as for the corresponding period of 2017 (67 percent). «Polar King» was operating the entire period, «Polar Onyx» commenced on the DeepOcean BV charter in early February and «Polar Queen» was idle for the entire period. The ice/support vessels operated for the entire period.

As of 1 April 2018, the company has a contract backlog of NOK 562 million, compared with NOK 555 million as of 1 April 2017. As shown in the table below, contract coverage for the remaining of 2018, 2019 and 2020 is 93 percent, 71 percent and 34 percent respectively. All figures include the subsea and ice/support-segments, and exclude the marine seismic segment and charterers' extension options.

Contract coverage



Contract backlog (figures in MNOK)



Contract updates in the first quarter of 2018

- Time charter agreement with DeepOcean BV for the SURF vessel «Polar Onyx» for a fixed period of three years with options to extend by up to two years. The vessel will be used in Ghana to support DeepOcean's contract with Tullow Oil. The contract commenced in February 2018.
- Time charter agreement with an undisclosed European offshore client for the CSV vessel «Polar Queen» for a fixed period of four months with options to extend by up to one month. The vessel will be used in the British sector of the North Sea to perform walk-to-work duties and commencement will be in May 2018.
- Shearwater was awarded a marine seismic acquisition services contract in Myanmar by Total and Eni with commencement in January 2018. The survey is expected to take about five months.

Contract updates after the end of the period

- Time charter agreement with an undisclosed European offshore client for the CSV vessel «Polar Queen». The three week contract commenced in the beginning of April, performing walk-to-work duties in Belgium.
- Shearwater has been awarded several new contracts for 3D and 4D marine seismic acquisition projects, resulting in a confirmed backlog of more than 15 vessel months to be performed over the next two quarters. The contracts include projects for clients such as TGS and Premier Oil.

Legal proceedings

- Bergen Tingrett ruled in favour of GC Rieber Shipping AS and GC Rieber Crewing AS 20 March 2018 in the law suit from former GC Rieber Crewing employees. The ruling was appealed by the claimants 27 April 2018, a judgement from the Court of Appeal may be expected within the first quarter of 2019.
- Gulating Lagmannsrett has ruled in favour of Armada Seismic Invest II AS (Armada), a former GC Rieber Shipping subsidiary, in the lawsuit from PGS Geophysical (UK) Limited. Armada has been awarded full legal fees in the amount of NOK 3.4 million. The verdict was given 27 April 2018, and may be appealed.

Financial review (Unaudited)

Accounting principles

This interim report has been prepared in accordance with IAS 34 «Interim Financial Reporting» and follows the same accounting principles as in the annual financial statement.

Operating income

GC Rieber Shipping had operating income of NOK 31.4 million in the first quarter of 2018, compared with NOK 40.2 million in the corresponding period 2017.

Operating profit

EBITDA for GC Rieber Shipping amounted to negative NOK 21.6 million in the first quarter of 2018. In the first quarter of 2017, EBITDA was negative NOK 27.5 million.

Impairment

As of 31 December 2017, the company obtained market values from two reputable brokers (three where the value from the first two brokers deviates with more than 10 %), and performed thorough impairment testing of the assets in the balance sheet. Based on these assessments, the fair value for each vessel was set as the average of the obtained market values. In the first quarter of 2018, there are no indications that call for further impairment testing.

In the prevailing challenging offshore market, the fair values are subject to uncertainty.

Net financial items

Net financial items were negative by NOK 8.4 million in the first quarter of 2018, compared with negative NOK 10.9 million in the corresponding period 2017.

The group currently does not use hedge accounting in connection with exchange rates. As a result, exchange rate variations between USD and NOK can have a relatively substantial impact on the accounts, in accordance with IAS 39. Unrealised currency gain/loss has no cash effect for the group.

Unrealised currency gain in the period was NOK 3.2 million, compared with unrealised currency gain of NOK 1.6 million in the same period in 2017.

Loss in the period

GC Rieber Shipping had a loss of NOK 59.1 million in the first quarter of 2018, compared with a loss of NOK 66.3 million in the corresponding period 2017.

The negative result in the first quarter of 2018 is mainly caused by low activity for the subsea and seismic vessels, and continued rate pressure.

Cash flow

Cash flow from operational activities as of 31 March 2018 was negative by NOK 10.7 million, compared with positive NOK 19.7 million as of 31 March 2017.

Cash flow from investment activities was positive by NOK 12.6 million, compared with a negative cash flow of NOK 16.2 million in the corresponding period in 2017.

Cash flow from financing activities was positive by NOK 16.9 million. The amount includes net payment of equity in relation to the Rights Issue of positive NOK 96.4 million, and also payment of interests and instalments on the group's existing loans. NOK 56.7 million of the debt instalments paid in the first quarter of 2018 was originally due in the second half-year of 2017, but according to an agreement with the lending banks the due date was postponed until the first quarter of 2018. Cash flow from financing activities in the corresponding quarter of 2017 was negative NOK 38.3 million.

Net cash flow was positive by NOK 18.8 million, yielding a cash holding of NOK 129.7 million as of 31 March 2018. In addition, restricted cash of NOK 58.3 million is presented as long-term receivables.

Liquidity and financing

The NOK 100 million Rights Issue, combined with revised terms and certain amendments to the two subsea credit facilities, provides GC Rieber Shipping with a financial runway for the next three years. See note 9 to the consolidated accounts for further details.

GC Rieber Shipping is in compliance with the amended financial covenants at 31 March 2018, and has been throughout the first quarter of 2018.

Interest-bearing liabilities	31.03.2018	31.03.2017
Liabilities at end period (NOK million)	1,105.4	1,312.8
Average liabilities (NOK million)	1,153.8	1,344.1
Average interest incl. margin	3.93 %	3.57 %
Proportion of liabilities in USD	100 %	100 %

Liquid assets	31.03.2018	31.03.2017
Bank and interest-bearing securities (NOK million)	129.7	168.7

As of 31 March 2018, GC Rieber Shipping had cash and bank deposits of NOK 129.7 million, and also restricted cash of NOK 58.3 million classified as long term receivables. As of 31 March 2017, the cash and bank deposits amounted to NOK 168.7 million in addition to restricted cash of NOK 64.3 million classified as long term receivables. Net liabilities (liquid assets minus interest-bearing liabilities) amounted to NOK 975.6 million, compared with net liabilities of NOK 1,144.1 million as at 31 March 2017.

Equity

GC Rieber Shipping had a book equity of NOK 1,117.8 million as of 31 March 2018, corresponding to an equity ratio of 49.1 percent, up from 46.7 percent at the end of March 2017.

Segments

Subsea

GC Rieber Shipping owns and operates three vessels in the subsea segment. The vessels are primarily designed for inspection, maintenance and repair of subsea installations, but have also demonstrated attractive capabilities for the renewables market.

The «Polar King» has been chartered to Nexans Skagerrak AS from early 2017, and will continue the charter until late August 2019. The «Polar Onyx» commenced on a three-year charter for DeepOcean BV in February 2018. The «Polar Queen» has been idle for the entire quarter.

Key figures (in NOK million)	Q1 2018	Q1 2017	31.12.2017
Operating income	27.1	36.0	247.1
EBITDA	-19.0	-27.0	14.1
EBIT	-46.3	-52.6	-88.1
Capacity utilisation (in %)	48 %	45 %	70 %

GC Rieber Shipping had a capacity utilisation of 48 percent for the subsea vessels in the first quarter of 2018, compared with 45 percent in the corresponding period of 2017.

Operating income amounted to NOK 27.1 million in the first quarter of 2018, compared with NOK 36.0 million in the first quarter of 2017. EBITDA amounted to negative NOK 19.0 million, compared with negative NOK 27.0 million in the corresponding period of 2017.

Ice/Support

The «Ernest Shackleton» is on a bareboat charter to the British Antarctic Survey until August 2019 for operations in Antarctica.

Key figures (in NOK million)	Q1 2018	Q1 2017	31.12.2017
Operating income	4.3	4.2	17.0
EBITDA	4.3	4.1	16.8
EBIT	2.4	1.9	8.0
Capacity utilisation (in %)	100 %	100 %	100 %

The vessel had full capacity utilisation the first quarter of 2018, yielding a stable operating income of NOK 4.3 million and EBITDA of NOK 4.3 million. In comparison, the vessel had an operating income of NOK 4.2 million and an EBITDA of NOK 4.1 million in the first quarter of 2017.

Joint Ventures

Joint Venture - Ice/Support

The ice-breaker «Polar Pevek» is owned through a 50/50 joint venture with Maas Capital Offshore. The crew boats «Polar Piltun» and «Polar Baikal» are operated through a 50/50 joint venture with MG Holding (Cyprus) Limited. GC Rieber Shipping's 50 percent stake is reported in the profit and loss statement under «profit from joint venture».

The «Polar Pevek» is chartered to Exxon Neftegas until 2021 and operates out of the DeKastri oil terminal, assisting tankers carrying oil from the Sakhalin I offshore field outside eastern Russia. The two crew boats are chartered to the Sakhalin Energy Investment Corporation until the end of 2019, operating on the Sakhalin II field.

The group's share in the profit for the first quarter of 2018 amounted to NOK 3.4 million, compared with NOK 6.2 million in the corresponding period of 2017.

Joint Venture - Marine Seismic (Shearwater)

Shearwater is a 50/50 owned marine geophysical company between GC Rieber Shipping and Rasmussengruppen AS. GC Rieber Shipping's 50 percent stake is reported in the profit and loss statement under «profit from joint venture».

Shearwater is an integrated provider of marine geophysical services to oil & gas and multi-client companies worldwide. With a fleet of four modern, high capacity seismic vessels as well as in-house software, data processing and R&D capabilities, Shearwater's core strategy is to provide high quality marine geophysical services while capitalising on the company's highly competitive cost base.

The seismic market in general was challenging in the first quarter of 2018. Shearwater, however, had a fleet utilisation of 93 percent in the period, and into the second quarter of 2018 Shearwater has been awarded further strategic awards with several clients. Shearwater's three active vessels are fully booked through the third quarter of 2018, and the company is well under way to secure an order backlog for the fourth quarter.

GC Rieber Shipping's share of profit for the first quarter of 2018 amounted to a loss of NOK 10.2 million, compared with a loss of NOK 10.9 million in the first quarter of 2017.

Shareholder information

The company's shares are listed on Oslo Børs with the ticker RISH. The company's holding of own shares is 150,800, i.e. 0.26 percent of the shares in the company.

In the first quarter of 2018, the group's shares have been traded between NOK 7.55 and NOK 14.22. The last price recorded in March 2018 was NOK 7.80, which on the basis of a total of 57,146,133 outstanding shares values the group's equity at approximately NOK 446 million. At the end of March 2018, the company had 447 shareholders. 92.3 percent of the shares were owned by the 20 largest shareholders. Please refer to note 7 for a list of the 20 largest shareholders in the company as of 31 March 2018.

Risks and uncertainties

As described in GC Rieber Shipping's annual report for 2017, GC Rieber Shipping is exposed to a number of risks due to the fact that the company operates in a global market. The Board of Directors of GC Rieber Shipping therefore focuses on efforts to identify and manage risk, and routines have been established with the aim of limiting and reducing the total risk exposure to an acceptable level. Risk factors are categorised into the areas of market risks, financial risks and operational risks.

It is referred to the company's annual report for 2017 for a more detailed description of the company's risk management and the most principal risk and uncertainty factors. The subsea and marine seismic markets are particularly exposed to the development in the oil and gas industry.

Outlook

GC Rieber Shipping's operations are exposed to the development in the markets for oil and gas exploration and production. After the steady increase in the oil price during the second half of 2017, the price has fluctuated between USD 60 and 70 per barrel during the first quarter of 2018. With the oil price currently above USD 70 per barrel, the market sentiment is more positive than experienced in the recent years. The general market outlook is that the oil price will fluctuate around USD 65 per barrel. This improved market picture may fuel a higher investment appetite among the oil companies, which in turn should lead to a higher activity level in the markets where GC Rieber Shipping operates.

As expected, the utilisation during the winter months has been lower than normal. «Polar King» and «Polar Onyx» have been in operation most of the period, but «Polar Queen» has been idle during the first quarter. However, for the summer season, the fleet will have a vessel utilisation of 100% with all three vessels in operation from end of May until end of September. Bid activity is stable and showing signs of improvement. There are more charters being announced in the oil and gas related market, including charters with increased duration compared with the last few years. GC Rieber Shipping will seek to benefit from the increased tender activity with the available tonnage, targeting improved margins compared to last year. The renewables market remains strong in terms of vessel demand, and GC Rieber Shipping will continue to seek opportunities and focus on strengthening its market presence.

The «Polar King» charter with Nexans is firm until the end of August 2019. «Polar Onyx» was awarded a long time charter with Deepocean BV for a fixed period of three years with commencement in February 2018 and with options to extend by up to two years. A time charter agreement for «Polar Queen» has been entered into with a European offshore client. The vessel will perform W2W duties and commencement will be in May 2018 for a fixed period of four months with options to extend by up to one month. In addition, a short time charter with a European client was secured for «Polar Queen» from the beginning of April to the beginning of May.

With respect to the seismic fleet, GC Rieber Shipping performs technical and crew ship management for four vessels in this segment on behalf of Shearwater, ensuring continuity and quality in the marine operation of Shearwater's high-end fleet. The seismic market was challenging through 2017, but Shearwater has continued to strengthen its market presence with solid utilisation through the first quarter of 2018, and also through the coming summer and autumn season. Shearwater has an attractive offering with a modern fleet and very cost effective operation, and is continuously seeking to expand its order book.

The market for ice/support is gradually improving and new areas of operation will be opened for future activity. Supported by the higher oil price, the medium to long-term outlook has improved. GC Rieber

Shipping has a solid track record and experience within ice operations, and will continue to pursue new attractive opportunities within this segment.

GC Rieber Shipping will keep focused on solid project execution, and preserve the achieved lower cost levels to maintain its competitiveness. With improved operations, a higher oil price and an increasing activity level, the company is positioned to continue to progress through 2018 and the coming years.

About GC Rieber Shipping

GC Rieber Shipping's business within offshore/shipping includes ownership in specialised vessels, high-quality marine ship management and project development within the segments subsea, ice/support and marine seismic. The group has a specialised competence in offshore operations in harsh environments as well as design, development and maritime operation of offshore vessels.

GC Rieber Shipping currently operates and has direct and indirect ownership in 11 advanced special purpose vessels for defined markets within the subsea, ice/support and marine seismic segments.

The company has its headquarter and ship management company in Bergen (Norway), with an additional ship management company in Yuzhno-Sakhalinsk (Russia). The company is listed on Oslo Stock Exchange with the ticker RISH. Further information is available on the company's website www.gcrieber-shipping.com.

Bergen, 24 May 2018

The Board of Directors and Chief Executive Officer in GC Rieber Shipping ASA

Paul-Chr. Rieber, Chairman
Morten Foros Krohnstad, Vice Chairman
Trygve Bruland, Board Member
Tove Lunde, Board Member
Bodil Valland Steinhaug, Board Member

Christian W. Berg, CEO

GC RIEBER SHIPPING ASA
First Quarter 2018
Consolidated accounts
(Unaudited)

Profit & Loss Account (NOK 1000)	1Q18	1Q17	31.12.2017
Charter income	27 746	35 717	231 107
Other operating income	3 640	4 465	32 960
Total income	31 386	40 181	264 066
Operating expenses	-46 150	-63 078	-233 192
Profit from joint venture	-6 835	-4 628	-9 879
EBITDA*	-21 599	-27 525	20 995
Depreciation	-29 097	-27 833	-115 209
Write-downs	0	0	4 220
Operating profit	-50 696	-55 358	-89 994
Financial income	454	1 263	1 331
Financial expenses	-12 953	-13 572	-50 357
Realised currency gains (losses)	864	-205	1 178
Unrealised currency gains (losses)	3 226	1 569	7 288
Net financial income and expenses	-8 408	-10 945	-40 559
Profit before taxes	-59 104	-66 303	-130 554
Taxes	0	-41	485
Profit for the period	-59 104	-66 343	-130 069
Earnings and diluted earnings per share	-1,03	-1,52	-2,98

Statement of Comprehensive Income (NOK 1000)	1Q18	1Q17	31.12.2017
Profit for the period	-59 104	-66 343	-130 069
Other comprehensive income:			
Foreign currency translation subsidiaries continuing operations	-59 140	-7 216	-58 570
Changes in pension estimates	0	0	1 626
Comprehensive income for the period	-118 244	-73 559	-187 013

* Operating profit before depreciation, write-downs and gains (losses) on fixed assets

GC RIEBER SHIPPING ASA
First Quarter 2018
Consolidated accounts
(Unaudited)

Statement of financial position (NOK 1000)	31.03.2018	31.03.2017	31.12.2017
ASSETS			
<u>FIXED ASSETS</u>			
Vessels	1 602 969	1 871 069	1 717 984
Machinery and equipment	27 441	34 192	30 852
Financial fixed assets	407 542	488 670	450 506
Long term receivables	58 337	64 325	61 545
<i>Total fixed assets</i>	2 096 289	2 458 256	2 260 887
<u>CURRENT ASSETS</u>			
Inventories	2 802	5 066	6 939
Receivables	48 073	49 383	71 004
Quoted financial investments	0	5 013	0
Cash and bank deposits	129 716	168 678	107 749
<i>Total current assets</i>	180 591	228 139	185 692
Total assets	2 276 880	2 686 395	2 446 579
EQUITY AND LIABILITIES			
<u>EQUITY</u>			
Restricted equity	195 196	95 196	95 196
Retained earnings	922 613	1 157 894	1 044 440
<i>Total equity</i>	1 117 809	1 253 090	1 139 636
<u>LIABILITIES</u>			
Provision for liabilities	7 401	11 499	7 401
Other long-term liabilities	1 083 855	1 194 244	1 060 659
First year instalments	21 505	118 564	170 158
Current liabilities	46 310	108 999	68 725
<i>Total liabilities</i>	1 159 071	1 433 305	1 306 943
Total equity and liabilities	2 276 880	2 686 395	2 446 579

GC RIEBER SHIPPING ASA

First Quarter 2018
Consolidated accounts
(Unaudited)

Cash Flow Statement (NOK 1000)	1Q18	1Q17	2017
EBITDA	-21 599	-27 525	20 995
Change in net current assets	10 911	47 218	-5 065
Net cash from operating activities	-10 688	19 693	15 930
Acquisition of tangible fixed assets	-32	-20 542	-34 855
Other investing activities	12 599	4 318	20 149
Net cash from investment activities	12 567	-16 224	-14 706
New loans and repayments	-62 165	-26 694	-53 617
Net payment of equity	96 417	0	0
Net interest paid	-17 372	-11 628	-46 170
Net cash from financing activities	16 880	-38 322	-99 787
Net change in liquidity	18 759	-34 853	-98 563
Liquidity at beginning of period incl restricted cash	169 287	267 849	267 849
Restricted cash	-58 330	-64 318	-61 538
Liquidity at end of period	129 716	168 678	107 749

Equity statement (NOK 1000)	Share capital	Own shares	Share premium reserve	Other equity	Total equity
Balance at 01.01.2017	78 863	-271	16 604	1 231 451	1 326 649
Profit for the year				-187 013	-187 013
Balance at 31.12.2017	78 863	-271	16 604	1 044 440	1 139 636
Balance at 01.01.2018	78 863	-271	16 604	1 044 440	1 139 636
Profit for the year				-118 244	-118 244
Capital increase	24 000	0	76 000	-3 583	96 417
Dividends to shareholders					
Balance at 31.03.2018	102 863	-271	92 604	922 613	1 117 809

Segment Reporting (NOK 1000)	1Q18	1Q17	31.12.2017
Ice/support	4 330	4 179	17 010
Subsea	27 056	36 002	247 056
Operating income	31 386	40 181	264 066
Ice/support	4 261	4 142	16 805
Subsea	-19 025	-27 039	14 069
JV - Seismic	-10 200	-10 877	-43 955
JV - Ice/support	3 364	6 249	34 076
EBITDA*	-21 599	-27 525	20 995
Ice/support	2 445	1 893	7 986
Subsea	-46 306	-52 623	-88 101
JV - Seismic	-10 200	-10 877	-43 955
JV - Ice/support	3 364	6 249	34 076
Operating profit	-50 696	-55 358	-89 994

* Operating profit before depreciation, write-downs and gains (losses) on fixed assets

GC RIEBER SHIPPING ASA
First quarter 2018
Group
(Unaudited)

Note 1 Foreign currency

GC Rieber Shipping Group uses the Norwegian krone (NOK) as its presentation currency. Some subsidiaries have US Dollar (USD) as their functional currency. Consequently, accounting standard IAS 21 will apply. A fluctuation in the USD/NOK exchange rate affects the company's equity and result, as the Group's debt are mainly in USD and most of the vessels are recorded in the accounts in and converted to USD/NOK exchange rate on the balance sheet date. For subsidiaries with USD as functional currency, the translation differences on vessels and liabilities are recognized directly in equity. Translation differences also arise in respect of subsidiaries that have the USD as their functional currency, and hold liquid assets in NOK. Here the value of the liquid reserves in NOK translated to USD will be determined by the exchange rate on the balance sheet date and the translation difference will be recognised in profit and loss as unrealised gain/loss.

Note 2 General information

GC Rieber Shipping ASA is registered and domiciled in Norway, with its head office in Bergen. The consolidated interim accounts for the Group include GC Rieber Shipping ASA with its subsidiaries and the Group's investment in associated companies. The Group accounts for fiscal year 2017 were approved by the Board of Directors on 20 March 2018. The consolidated financial statement for the year ended 31 December 2017 with notes and auditor's report are available on our website at www.gcrieber-shipping.com.

Note 3 Accounting principles

The Group's financial reporting is in accordance with International Financial Reporting Standards (IFRS). The consolidated interim accounts at 31 March 2018 have been prepared in accordance with IAS 34 Interim financial reporting. As of January 2018 the Group has adopted IFRS 9 and 15. The Group has assessed the two new standards, and found that adopting them will have no impact on the Group's financial statements. The interim financial statements are unaudited and do not include all the information required in full annual financial statements, and therefore should be read in conjunction with the 2017 Group accounts. The condensed, consolidated quarterly financial statements were approved by the Board of Directors on 24 May 2018.

Note 4 Estimates

Preparation of interim financial statements requires use of assessments, estimates and assumptions that affect accounting principles and reported amounts for equity and liabilities, income and costs. The statements are based on assumptions and estimates, and some of them are beyond the company's control and therefore subject to risks and uncertainty. The actual result may differ from these estimates. When preparing this consolidated interim financial statement, the management has used the same critical assessments related to application of accounting principles as were used for the group financial statements for the financial year that ended on 31 December 2017 and the most important sources of estimate uncertainty are the same as for preparation of the 2017 Group financial statements.

Note 5 Related parties

The Group makes purchase and sales transactions with related parties as part of the normal business operations. Note 16 of the 2017 annual report describe transactions with related parties. There have been no material changes or transactions in connection with related parties that make a material impact on the Group's position or profit for the period.

Note 6 Financial risk management

GC Rieber Shipping makes a continuous and thorough assessment of operational and financial risk factors. The Group's objectives and principles for financial risk management are in accordance with what has been stated in the Group financial statements for 2017.

Note 7 Overview of shareholders

The 20 largest shareholders in GC Rieber Shipping ASA as of 31 March 2018 (outstanding shares):

Name	Number of shares	Owner's share
GC Rieber AS	40 253 734	70,4 %
GC Rieber Fondet	1 669 571	2,9 %
AS Javipa	1 328 770	2,3 %
Javipa 1 AS	1 328 768	2,3 %
Javipa 2 AS	1 328 768	2,3 %
Trioship Invest AS	1 190 000	2,1 %
Pareto Aksje Norge	1 079 852	1,9 %
Delta A/S	650 000	1,1 %
Storkleiven AS	544 187	1,0 %
M.R.Martens Allm. Fond	521 730	0,9 %
Tannlege Randi Arnesen AS	480 000	0,8 %
Pelicahn AS	454 421	0,8 %
Benedicte Martens Nes	386 250	0,7 %
Dag Fredrik Jebsen Arnesen	308 000	0,5 %
Randi Jebsen Arnesen	255 000	0,4 %
Thorild Marie Rong	210 648	0,4 %
Bergen Råvarebørs II AS	208 668	0,4 %
Middelboe AS	199 283	0,3 %
Tigo AS	186 359	0,3 %
Triofa 2 AS	184 378	0,3 %
Other Shareholders	4 377 746	7,7 %
Outstanding Shares	57 146 133	100,0 %

Note 8 Restricted cash

As of 31 March 2018, the company holds restricted cash of NOK 58.3 million. The amount is presented as long term receivables in the balance sheet.

Note 9 Financial covenants

The company received temporary amendments of certain financial covenants for the two subsea credit facilities until completion of the financial restructuring in March 2018:

- The working capital covenant was temporarily limited to require the consolidated working capital of the company to be positive at all times;
- The fair market value covenant was reduced to be at any time minimum 110 % of the sum of the loans and the available facility; and
- The minimum liquidity covenant was reduced from NOK 60 million to NOK 20 million.

In connection with the successful Rights Issue and restructuring in March 2018, GC Rieber Shipping has negotiated better terms and certain amendments to the two subsea credit facilities. The amendments are described in note 13 to the Group's annual report.

Note 10 Postponed debt instalments

According to agreement with the lending banks, NOK 56.7 million of debt instalments originally due in the second half-year of 2017, was postponed and paid in the first quarter of 2018 together with ordinary debt instalments for the period.