



GCRIEBER SHIPPING ASA



Interim report second quarter and first half year 2015

20 August 2015

Highlights in the second quarter 2015

- Stable operations with 89 percent fleet capacity utilisation, compared with 94 percent in the second quarter 2014
- Profit of NOK 103.4 million, compared with NOK 43.5 million in 2014
- EBITDA margin of 59 percent, compared with 53 percent in the second quarter 2014
- Refinancing of five vessels completed
- Delivery of new high-end 3D seismic vessel «Polar Empress»
- Sale of the subsea vessel «Polar Prince»
- New five-year charter contract with Sakhalin Energy Investment Company Ltd. for the boats «Polar Baikal» and «Polar Piltun»

Key figures

Figures in NOK million	2Q 2015	2Q 2014	YTD 2015	YTD 2014	31.12.2014
Operating income	240.8	214.4	464.7	382.3	881.5
EBITDA	141.7	113.3	255.6	189.1	453.5
EBIT	97.5	72.2	151.7	113.4	280.2
Profit before tax	103.1	43.8	67.6	85.7	-78.5
Net profit in the period	103.4	43.5	67.1	84.7	-80.1
Normalised profit before tax (1)	54.5	57.8	91.6	90.7	253.8
Earnings per share	2.37	1.00	1.54	1.94	-1.83
Equity ratio	46.3 %	48.9 %	46.3 %	48.9 %	46.6 %
Fleet capacity utilisation	89 %	94 %	86 %	91 %	96 %

(1) Profit before tax corrected for unrealised currency gains/losses, profit from disposals and write-downs

Operational review

GC Rieber Shipping has a fleet of 11 vessels within the segments subsea, marine seismic and ice/support. The company also operates two additional vessels.

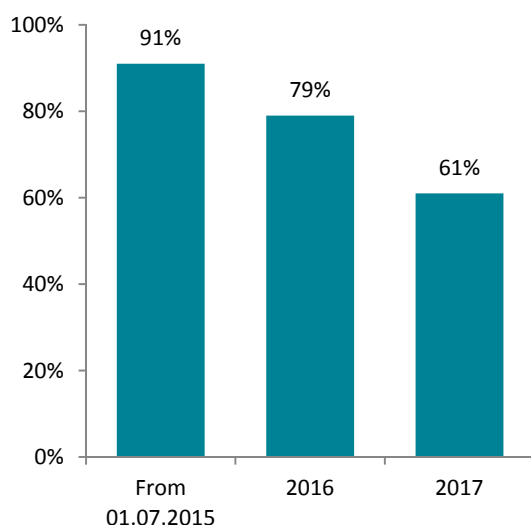
Capacity utilisation and contract backlog

GC Rieber Shipping maintained solid and stable operations in the second quarter. Fleet capacity utilisation was 89 percent, compared with 94 percent in the second quarter 2014. Time charter contract for the «Polar Prince» with Reef Subsea expired at the end of 2014, and the vessel was without employment until it was sold on 5 June 2015. The «Polar King» underwent upgrading before embarking on a new contract with DOF Subsea Norway in April 2015. Total capacity utilisation for the first half year of 2015 was 86 percent, compared with 91 percent in the first half of 2014.

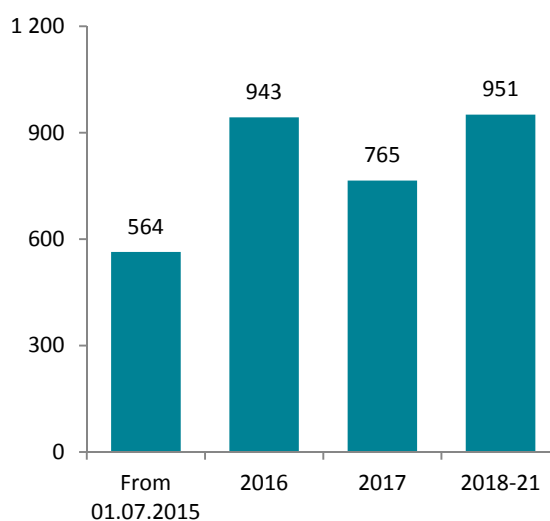
At the end of the quarter, the company had a contract backlog of NOK 3.2 billion, compared with NOK 3.0 billion in the corresponding period 2014. As at 30 June 2015, the contract portfolio consists mainly of medium-term contracts, with average contract duration of 2.4 years.

As shown in the table below, contract coverage for the last two quarters of 2015, year 2016 and year 2017 is 91 percent, 79 percent and 61 percent, respectively. All figures exclude charterers' extension options.

Contract coverage



Order backlog (figures in MNOK)



Contract updates in the second quarter

In April 2015, GC Rieber Shipping, through its 50/50 joint venture with Prisco, entered into a new five-year charter contract with Sakhalin Energy Investment Company Ltd for the two crew boats «Polar Baikal» and «Polar Piltun». Operations under the new agreement commenced June 2015.

The company's new high-end seismic vessel «Polar Empress» was delivered from Myklebust Verft (Kleven) on 26 May. The vessel then embarked on a five-year contract with Dolphin Geophysical.

DOF Subsea Norway AS declared an option of one month's extension of charter contract for the «Polar King», entered March 2015.

Financial review

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 240.8 million in the second quarter 2015, up from NOK 214.4 million in the corresponding quarter 2014. The 12.3 percent increase is mainly due to higher income from vessels in operation as well as currency gains. The «Polar Empress» was delivered at the end of May 2015, and the «Polar Marquis» underwent modifications for parts of the second quarter last year. Operating income in the first half year of 2015 was NOK 464.7 million compared with NOK 382.3 million in the corresponding period 2014.

Operating profit

EBITDA was NOK 141.7 million in the quarter, yielding an EBITDA margin of 58.8 percent. For the second quarter 2014, EBITDA was NOK 113.3 million and EBITDA margin 52.8 percent. The increase in margin is mainly due to higher rates and more vessels in operation. The «Polar Marquis» underwent modifications for parts of the second quarter 2014, and the contract for the «Polar Empress» started at the end of the second quarter 2015.

For the first half year 2015, EBITDA was NOK 255.6 million, compared with NOK 189.1 million the year before, corresponding to an EBITDA margin of 55.0 percent compared with 49.5 percent for the first half year 2014.

Net financial items

Net financial items was positive by NOK 5.6 million in the second quarter 2015, compared with a negative NOK 28.4 million in the corresponding period in 2014.

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.

Strengthening of NOK against USD in the quarter resulted in an unrealised currency gain of NOK 28.8 million, compared to unrealised currency loss of NOK 14.0 million in the second quarter 2014. The net exchange difference of the redemption of currency contract related to the delivery of «Polar Empress», positive NOK 36 million in second quarter 2015, is presented under unrealized currency gain in the accounts. Unrealised currency loss in the first half 2015 was NOK 43.9 million, compared to an unrealised currency loss of NOK 5.1 million in the corresponding period 2014.

Profit in the period

GC Rieber Shipping had a profit of NOK 103.4 million in the second quarter 2015, compared with a profit of NOK 43.5 million in the corresponding period in 2014. The improvement is due to more vessels in operations as well as currency gains.

Profit for the first half year was NOK 67.1 million, compared with NOK 84.7 million in the first half year 2014.

Cash flow

The group had a negative cash flow of NOK 213.0 million as at 30 June 2015. Cash flow from operational activities was negative by NOK 31.5 million, compared with a positive cash flow of NOK 198.2 million as at 30 June 2014.

Cash flow from investment activities was negative by NOK 359.3 million, compared with a negative cash flow of NOK 802.0 million in the corresponding period in 2014, and is mainly related to the investment in the seismic vessel «Polar Empress» and the sale of «Polar Prince». Cash flow from financing activities was positive by NOK 177.9 million, and is related to the drawing of new loans as well as payment of interests and instalments on the group's existing loans and refinancing of the loan portfolio. In addition, dividends amounting to NOK 21.8 million were paid in the period.

Liquidity and financing

GC Rieber Shipping entered into an agreement with DNB Bank ASA, DVB Bank SE and SpareBank 1 SR-Bank ASA in June 2015 to refinance existing loans for the vessels «Polar Duke», «Polar Duchess» and «Polar Marquis». Total amount for the loan is USD 135 million, of which USD 25 million is a revolving credit facility. The loan has a maturity of 6 years and a profile of 10 years.

Furthermore, GC Rieber Shipping entered into an agreement with Nordea Bank Norge ASA, SpareBank 1 SR-Bank ASA and Sparebanken Vest to refinance existing loans for the vessels «Polar Queen» and «Polar King». The total loan amount is USD 91.25 million, of which USD 21.25 million is a revolving credit facility. The loan has a maturity of 6 years and a profile of 12 years.

As part of the refinancing, the group terminated its revolving credit facility of NOK 250 million with Handelsbanken.

In the second quarter 2015, the group has paid NOK 45.7 in ordinary loan instalments. The average remaining duration of the group's loan portfolio is 5.7 years. Instalments on long-term liabilities for the next 12 months amount to a total of NOK 258 million.

Interest-bearing liabilities	2Q 2015	2Q 2014	YTD 2015	YTD 2014
Liabilities at end period (NOK million)	2,837.7	2,048.2	2,837.7	2,048.2
Average liabilities (NOK million)	2,584.3	2,069.5	2,546.6	1,863.9
Average interest incl. margin	3.59 %	3.70 %	3.52 %	3.70 %
Proportion of liabilities in USD	100 %	100 %	100 %	100 %

Liquid assets	30.06.2015	30.06.2014
Bank and interest-bearing securities (NOK million)	289.7	477.7
Available through credit facility (NOK million)	363.4	250.0

As at 30 June 2015, GC Rieber Shipping had liquid assets of NOK 289.7 million, compared with NOK 477.7 million as at 30 June 2014. Net liabilities (liquid assets minus interest-bearing liabilities) amounted to NOK 2,548.0 million, compared with net liabilities of NOK 1,570.6 million as at 30 June 2014.

The group's debt level is in keeping with the strategy to maintain a liquidity situation and gearing that enable room for manoeuvre.

Equity

GC Rieber Shipping had booked equity of NOK 2,478.6 million as at 30 June 2015, corresponding to an equity ratio of 46.3 percent, compared with an equity ratio of 48.9 percent at the end of the second quarter 2014.

Segments

Subsea

GC Rieber Shipping owns and operates three vessels in the subsea segment. The vessels are primarily used for inspection, maintenance and repair of subsea installations.

The «Polar Queen» is chartered to BOA Marine Services until April 2018. The «Polar Onyx» is chartered to Ceona Services (UK) Limited until March 2019, while the «Polar King» is chartered to DOF Subsea Norway until August 2015. Charter contract for the «Polar Prince» expired in December 2014, and in June 2015 the vessel was sold.

Key figures (in NOK million)	2Q 2015	2Q 2014	YTD 2015	YTD 2014
Operating income	112.3	132.3	218.9	226.1
EBITDA	48.8	72.3	80.5	118.4
EBIT	36.1	50.5	36.7	79.8
Capacity utilisation (in %)	76 %	100 %	70 %	99 %

GC Rieber Shipping had a capacity utilisation of 76 percent for the subsea vessels in the second quarter of 2015, compared with 100 percent in the corresponding period 2014. The reduction is due to lack of contract for the «Polar Prince» throughout the period until the vessel was sold at the beginning of June, and furthermore that the «Polar King» was without employment for parts of the period, as well as yard work for one of the vessels.

Operating income was NOK 112.3 million in the quarter, down from NOK 132.3 million in the corresponding period 2014. The reduction in operating income is mainly due to the lack of employment for the «Polar Prince» and the «Polar King» for parts of the period. EBITDA ended at NOK 48.8 million in the second quarter 2015, compared with NOK 72.3 million in the second quarter 2014.

Marine seismic

GC Rieber Shipping owns and operates four high-end seismic vessels: «Polar Duke», «Polar Duchess», «Polar Marquis» and the «Polar Empress», all of which are chartered to Dolphin Geophysical. Contracts expire in May 2016, April 2017, November 2017 and May 2020, respectively. In May 2015, the company took delivery of the «Polar Empress».

Key figures (in NOK million)	2Q 2015	2Q 2014	YTD 2015	YTD 2014
Operating income	126.2	66.5	238.6	124.5
EBITDA	85.9	29.7	159.8	50.4
EBIT	55.6	11.8	102.6	16.1
Capacity utilisation (in %)	100 %	82 %	100 %	74 %

GC Rieber Shipping had full capacity utilisation for the seismic vessels in the second quarter 2015, compared with 82 percent in the corresponding period 2014. The low capacity utilisation in the second quarter 2014 is related to the planned upgrade of the «Polar Marquis», resulting in a lower operating income and operating profit.

Operating income for the quarter was NOK 126.2 million, up from NOK 66.5 million in the second quarter 2014. EBITDA ended at NOK 85.9 million, compared with NOK 29.7 million in the second quarter 2014.

Ice/Support

GC Rieber Shipping owns four vessels in the ice/support segment, of which one ice-breaker and two crew boats are owned through two 50/50 joint ventures. As at 1 January 2014, these are reported as «Profit from joint venture» and will therefore not be included in the operating income in the table below, but will be included in EBITDA and EBIT in the table. In addition the vessels will be dealt with under Joint Venture later in the report.

The «Ernest Shackleton» is on a bareboat charter to the British Antarctic Survey until august 2016, for operations in Antarctica.

Key figures (in NOK million)	2Q 2015	2Q 2014	YTD 2015	YTD 2014
Operating income	2.4	15.5	7.2	31.8
EBITDA	7.0	11.2	15.4	16.3
EBIT	5.8	9.9	12.5	17.6
Capacity utilisation (in %)	100 %	100 %	100 %	100 %

The ice/support segment had full capacity utilisation both in the second quarter 2015 and in the second quarter 2014. Operating income in the quarter was NOK 2.4 million. EBITDA ended at NOK 7.0 million, of which NOK 4.5 million constitute the share of the profit from joint venture (see below). In comparison, the company had operating income of NOK 15.5 million and EBITDA of NOK 8.2 million in the second quarter 2014. This reduction in operating income is mainly due to the termination of management contract for the vessel «HMS Protector» in September 2014.

Joint venture

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 owned through a 50/50 joint venture with Primorsk Shipping Corporation. The vessels are operated by the group's ship management company in Yuzhno-Sakhalinsk. GC Rieber Shipping's 50 percent stake is reported on a separate line 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 on five-year time charter agreements with the Sakhalin Energy Investment Company, operating the Sakhalin II field.

The group's share in the profit for the second quarter 2015 amounted to NOK 4.5 million, compared with NOK 3.0 million in the second quarter 2014.

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. 0.34 percent of the shares in the company.

In the second quarter 2015, the group's shares have been traded between NOK 20.50 and NOK 26.00. The last price recorded in the quarter was NOK 20.50, which on the basis of a total of 43,662,000 outstanding shares values the group's equity at approximately NOK 895 million. At the end of the second quarter 2015, the company had 281 shareholders. 92.7 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 at 30 June 2015.

The ordinary general meeting, held 9 April 2015, approved to pay dividends of NOK 0.50 per share. The board of directors was re-elected at the general meeting.

Risks and uncertainties

As described in GC Rieber Shipping's annual report for 2014, 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 2014 for a more detailed description of the company's risk management and the most principal risk and uncertainty factors. Two of the segments, subsea and marine seismic, are particularly exposed to the negative development in the oil market. Drop in oil price and a reduction in investments as a consequence, imply greater uncertainty in the market and increased counterparty risk.

Outlook

GC Rieber Shipping's operations are exposed to the development in the markets for petroleum products. The dramatic drop in oil prices that started in the second half of 2014 resulted in an all-time low USD 45 per barrel for Brent Crude oil in the middle of January 2015, and is currently around USD 50 per barrel. The development in prices is characterised by great uncertainty. As a result of the falling prices, oil companies have taken extensive measures to reduce costs and limit exploration for new deposits, which is evident from the level of activities for sectors such as seismic and subsea.

The seismic sector is experiencing a considerable pressure on prices and reduced earnings, and it must be assumed that the market will continue to remain weak throughout 2015 and into 2016.

GC Rieber Shipping has three subsea vessels, of which two operate within the construction and IMR segment (Inspection, Maintenance and Repair). The latter segment is generally less exposed to reduced investments among oil companies compared with the part of the subsea industry that is directed at new projects. But the oil companies' focus on costs has also resulted in postponements of scheduled maintenance. GC Rieber Shipping has secured a short-term contract with DOF Subsea for the «Polar King», and has sold the «Polar Prince». The mood in the market seems to be cautious, with increased

pressure on prices and delayed decision-making processes. As a result, a continued focus on shorter contracts is expected, in order to maintain a healthy level of activities in the segment.

The market for the ice/support segment is stable and activities unchanged. The uncertainty for GC Rieber Shipping is still linked to the political developments in Russia and a possible escalation of the conflict between Russia and the Ukraine that could result in trade sanctions against Russia.

In light of the uncertainty in the market, GC Rieber Shipping will continue to work actively to adapt operations of vessels and the organisation to a lower cost level.

About GC Rieber Shipping

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

GC Rieber Shipping currently operates 13 advanced special purpose vessels for defined markets within the subsea, ice/support and marine seismic segments, of which the company owns 11.

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

Responsibility statement

We confirm, to the best of our knowledge that the condensed set of financial statements for the period 1 January to 30 June 2015 has been prepared in accordance with the IAS 34 – Interim Financial Reporting, and that the information gives a true and fair view of the group's assets, liabilities, financial position and profit or loss as a whole. We also confirm, to the best of our knowledge, that the interim report includes a fair review of important events that have occurred in the accounting period and their impact on the financial statements, a description of the principal risks and uncertainties for the coming accounting period, and major related parties' transactions. For further details on risks and uncertainties that the company is exposed to, shareholders are advised to refer to the company's annual report for 2014.

Bergen 19 August 2015

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

Paul-Chr. Rieber, Chairman
Hans Olav Lindal, Vice Chairman
Kristin Færøvik, member
Tove Lunde, member
Georg Nygaard, member

Irene Waage Basili, CEO

GC RIEBER SHIPPING ASA
Second quarter and half year 2015
Consolidated accounts
(Unaudited)

Profit & Loss Account (NOK 1000)	2Q 15	2Q 14	30.06.2015	30.06.2014	31.12.2014
Charter income	225 817	191 793	437 119	339 612	803 031
Other operating income	14 992	22 583	27 601	42 703	78 429
Total income	240 809	214 377	464 720	382 316	881 460
Operating expenses	-103 621	-104 121	-217 347	-197 192	-451 358
Profit from joint venture	4 466	3 034	8 261	4 023	23 373
Operating profit before depreciation, write-downs and gains (losses) on sale of fixed assets	141 654	113 290	255 633	189 147	453 475
Depreciation	-63 924	-41 171	-123 676	-75 811	-173 426
Gains (losses) on sale of fixed assets	19 770	108	19 770	108	108
Operating profit	97 500	72 227	151 728	113 444	280 157
Profit from associated companies	0	0	0	0	-160 000
Financial income	1 544	9 640	3 157	14 089	21 536
Financial expenses	-29 612	-20 670	-52 681	-32 228	-107 124
Realized currency gains (losses)	4 857	-3 392	9 239	-4 550	2 920
Unrealized currency gains (losses)	28 838	-13 959	-43 884	-5 074	-115 948
Net financial income and expenses	5 626	-28 382	-84 169	-27 763	-358 615
Profit before taxes	103 127	43 845	67 558	85 680	-78 458
Taxes	247	-327	-447	-957	-1 614
PROFIT	103 374	43 518	67 111	84 723	-80 073
Earnings and diluted earnings per share	2,37	1,00	1,54	1,94	-1,83
Statement of Comprehensive Income (NOK 1000)					
Profit for the period	103 374	43 518	67 111	84 723	-80 073
Other comprehensive income	0	0	0	0	0
Foreign currency translation subsidiaries	-31 357	36 812	129 121	30 068	371 402
Changes in pension estimates	0	0	0	0	-10 393
Comprehensive income for the period	72 017	80 330	196 232	114 791	280 936

GC RIEBER SHIPPING ASA
Second quarter and half year 2015
Consolidated accounts
(Unaudited)

Balance Sheet (NOK 1000)	30.06.2015	30.06.2014	31.12.2014
ASSETS			
<u>FIXED ASSETS</u>			
Deferred tax asset	63 542	57 396	63 989
Vessels	4 561 394	3 265 213	3 893 403
Newbuilding contracts	0	98 234	170 216
Machinery and equipment	15 615	551	261
Financial fixed assets	152 292	93 241	135 980
Long term receivables	31 435	184 619	29 740
<i>Total fixed assets</i>	4 824 279	3 699 253	4 293 590
<u>CURRENT ASSETS</u>			
Inventories	4 141	3 228	4 768
Receivables	235 407	188 786	142 457
Quoted financial investments	11 086	27 021	15 374
Cash and bank deposits	278 580	450 629	491 560
<i>Total current assets</i>	529 215	669 665	654 159
Total assets	5 353 494	4 368 918	4 947 748
EQUITY AND LIABILITIES			
<u>EQUITY</u>			
Restricted equity	95 196	95 196	95 196
Retained earnings	2 383 448	2 042 902	2 209 047
<i>Total equity</i>	2 478 645	2 138 098	2 304 243
<u>LIABILITIES</u>			
Provision for liabilities	28 226	13 475	28 226
Other long-term liabilities	2 446 620	1 840 810	2 086 404
Current liabilities	400 003	376 535	528 875
<i>Total liabilities</i>	2 874 850	2 230 819	2 643 505
Total equity and liabilities	5 353 494	4 368 918	4 947 748

GC RIEBER SHIPPING ASA
Notes to Second quarter and half year 2015
Consolidated accounts
(Unaudited)

Cash Flow Statement (NOK 1000)	30.06.2015	30.06.2014	31.12.2014
EBITDA	255 633	185 123	453 475
Change in net current assets	-287 151	13 027	26 043
Net cash from operating activities	-31 518	198 151	479 519
Acquisition of tangible fixed assets	-574 509	-798 497	-894 160
Sale of tangible fixed assets	215 177	108	108
Other investing activities	0	-3 598	-3 597
Net cash from investment activities	-359 332	-801 987	-897 650
New loans and repayments	248 547	575 542	467 038
Dividend payment	-21 831	-174 648	-174 648
Net interest paid	-48 846	-19 737	-56 007
Net cash from financing activities	177 870	381 157	236 383
	0	0	0
Net change in liquidity	-212 980	-222 679	-181 748
Liquidity at beginning of period	491 560	673 308	673 308
Liquidity at end of period	278 580	450 629	491 560

Equity statement (NOK 1000)	Share capital	Own shares	Share premium reserve	Other equity	Total equity
Balance at 01.01. 2014	78 863	-271	16 604	2 102 760	2 197 955
Profit for the year				280 936	280 936
Dividends to shareholders				-174 648	-174 648
Balance at 31.12.2014	78 863	-271	16 604	2 209 048	2 304 242
Balance at 01.01.2015	78 863	-271	16 604	2 209 048	2 304 243
Profit for the year				196 232	196 232
Dividends to shareholders				-21 831	-21 831
Balance at 30.06.2015	78 863	-271	16 604	2 383 449	2 478 645

Segment Reporting (NOK 1000)	2Q 15	2Q 14	30.06.2015	30.06.2014	31.12.2014
Ice/support	2 353	15 539	7 217	31 778	43 574
Subsea	112 259	132 294	218 890	226 087	522 062
Seismic	126 198	66 544	238 613	124 450	315 825
Operating income	240 809	214 377	464 720	382 316	881 460
Ice/support	6 971	11 224	15 406	16 301	39 299
Subsea	48 751	72 344	80 472	118 393	254 915
Seismic	85 933	29 721	159 755	50 429	159 262
Operating profit before depreciation, write-downs and gains (losses) on sale of fixed assets	141 654	113 290	255 633	185 123	453 475
Ice/support	5 811	9 877	12 462	17 575	33 461
Subsea	36 086	50 542	36 675	79 771	165 852
Seismic	55 603	11 808	102 590	16 098	80 844
Operating profit	97 500	72 227	151 727	113 444	280 157

GC RIEBER SHIPPING ASA
Second quarter and first half year 2015
Group
(Unaudited)

Note 1 Foreign currency

GC Rieber Shipping Group uses the Norwegian krone (NOK) as its presentation currency. Several 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 recognized in profit and loss as unrealized 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 2014 were approved by the Board of Directors on 12 March 2015. The consolidated financial statement for the year ended 31 December 2014 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 30 June 2015 have been prepared in accordance with IAS 34 Interim financial reporting. 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 2014 Group accounts. The condensed, consolidated quarterly financial statements were approved by the Board of Directors on 19 August 2015.

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 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 2014 and the most important sources of estimate uncertainty are the same as for preparation of the 2014 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 18 of the 2014 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 2014.

GC RIEBER SHIPPING ASA
Second quarter and first half year 2015
Group
(Unaudited)

Note 7 Overview of shareholders

The 20 largest shareholders in GC Rieber Shipping ASA as of 30 June 2015 (outstanding shares):

Name	Number of shares	Owner's share
GC Rieber AS	30 861 735	70,4 %
AS Javipa	3 056 222	7,0 %
GC Rieber AS Understøttelsesfond	1 499 372	3,4 %
Trioship Invest AS	909 000	2,1 %
Pareto Aksje Norge	524 511	1,2 %
Johanne Marie Martens	400 000	0,9 %
Storkleiven AS	371 687	0,8 %
Delta A/S	360 000	0,8 %
Benedicte Martens Nes	356 250	0,8 %
Pelicahn AS	348 396	0,8 %
Tannlege Randi Arnesen AS	300 000	0,7 %
Pareto Aktiv	295 120	0,7 %
Randi Jebsen Arnesen	255 000	0,6 %
Dag Fredrik Jebsen Arnesen	208 000	0,5 %
Torhild Marie Rong	161 500	0,4 %
GC Rieber Shipping ASA	150 800	0,3 %
Bergen Råvarebørs II AS	148 668	0,3 %
Tigo AS	141 359	0,3 %
Triofa 2 AS	141 359	0,3 %
Pareto Verdi	137 970	0,3 %
Other Shareholders	3 185 851	7,3 %
Outstanding Shares	43 812 800	100,0 %