

Nor Offshore SPV, Ltd
Unaudited financial statements
For the quarter ended March 31, 2017

Nor Offshore SPV Ltd
Balance Sheet
As of March 31, 2017

	Mar 31, 17
ASSETS	
Current Assets	
Checking/Savings	
Cash at bank	9,357,600.83
Total Checking/Savings	9,357,600.83
Other Current Assets	
Prepaid expenses	95,408.47
Total Other Current Assets	95,408.47
Total Current Assets	9,453,009.30
Fixed Assets	
Accumulated Depreciation	-4,401,615.00
Vessels and equipment	120,110,428.38
Total Fixed Assets	115,708,813.38
TOTAL ASSETS	125,161,822.68
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
Accounts Payable - GBP	64,951.94
Accounts payable - NOK	34,310.58
Accounts payable - USD	82,052.99
Total Accounts Payable	181,315.51
Total Current Liabilities	181,315.51
Long Term Liabilities	
Bond creditors - 15%	15,757,027.00
Bond creditors - 8.4% Senior Se	263,421,860.00
Total Long Term Liabilities	279,178,887.00
Total Liabilities	279,360,202.51
Equity	
Retained Earnings	-142,861,710.69
Net Expense	-11,336,669.14
Total Equity	-154,198,379.83
TOTAL LIABILITIES & EQUITY	125,161,822.68

Nor Offshore SPV Ltd
Profit & Loss
January through March 2017

	<u>Jan - Mar 17</u>
Ordinary Income/Expense	
Expense	
Bank Service Charges	779.64
Depreciation Expense	1,201,225.36
Directors' fees	30,781.09
Government and regulatory fees	11,725.30
Insurance Expense	60,179.39
Interest Expense	5,987,603.00
Legal fees	1,960.44
Maintenance expense	3,889,225.15
Professional Fees	146,313.60
Warehouse rental	6,132.35
Total Expense	<u>11,335,925.32</u>
Net Ordinary Expense	-11,335,925.32
Other Income/Expense	
Other Expense	
Exchange Gain or Loss	743.82
Total Other Expense	<u>743.82</u>
Net Other Expense	<u>-743.82</u>
Net Expense	<u>-11,336,669.14</u>

Nor Offshore SPV Ltd
Statement of Cash Flows
January through March 2017

	Jan - Mar 17
OPERATING ACTIVITIES	
Net Income	-11,336,669.14
Adjustments to reconcile Net Income to net cash provided by operations:	
Prepaid expenses	677,356.65
Accounts Payable - GBP	58,237.86
Accounts payable - NOK	20,952.53
Accounts payable - USD	-9,043.99
Net cash expended by Operating Activities	-10,589,166.09
INVESTING ACTIVITIES	
Accumulated Depreciation	1,201,225.36
Vessels and equipment	-16,915.00
Net cash provided by Investing Activities	1,184,310.36
FINANCING ACTIVITIES	
Bond creditors - 15%	569,529.00
Bond creditors - 8.4% Senior Se	5,418,074.00
Net cash provided by Financing Activities	5,987,603.00
Net cash decrease for period	-3,417,252.73
Cash at beginning of period	12,774,853.56
Cash at end of period	9,357,600.83