



EXPERIENCE **MATTERS**

2016

ANNUAL REPORT

5.4.2 COMPANY INCOME STATEMENT

Company income statement

For the years ended 31 December	Note	2016	2015 ¹
Revenue	5.5.7	4	2
Gross margin		4	2
General and administrative expenses	5.5.8	(27)	(31)
Operating profit/(loss) (EBIT)		(22)	(29)
Financial income		-	2
Financial expenses	5.5.9	(1)	-
Net financing costs		(1)	2
Result of Group companies	5.5.1	204	54
Profit/(Loss) before tax		180	27
Income tax expense	5.5.10	2	2
Profit/(Loss)		182	29

1 The 2015 Company income statement is restated for comparison purposes. Pursuant to the change in Section 387 of Book 2 of the Netherlands Civil Code, SBM Offshore N.V. no longer uses the exemption to present the income statement in condensed form following Section 402 of Book 2 of the Netherlands Civil Code.

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5.4.3 GENERAL

The separate financial statements are part of the 2016 financial statements of SBM Offshore N.V.

The Company costs mainly comprise of management activities and cost of the headquarters office at Schiphol of which part is recharged to Group companies.

5.4.4 PRINCIPLES FOR THE MEASUREMENT OF ASSETS AND LIABILITIES AND THE DETERMINATION OF THE RESULT

SBM Offshore N.V. uses the option provided in section 2:362 (8) of the Netherlands Civil Code in that the principles for the recognition and measurement of assets and liabilities and determination of result (hereinafter referred to as principles for recognition and measurement) of the separate financial statements of SBM Offshore N.V. are the same as those applied for the consolidated financial statements. The consolidated financial statements are prepared according to the standards set by the International Accounting Standards Board and adopted by the European Union (referred to as EU-IFRS). Reference is made to the notes to the consolidated financial statements ('5.2.7 Accounting Principles') for a description of these principles.

Investments in group companies, over which control is exercised, are stated on the basis of the net asset value.

Results on transactions, involving the transfer of assets and liabilities between SBM Offshore N.V. and its participating interests or between participating interests themselves, are not incorporated insofar as they can be deemed to be unrealized.