

Remora ASA - Q2 2008

Business activities

Highlights Q2 2008

- Significant progress in marketing activities during Q2
- Delay in delivery of HiLoad DP no 1.

Market activities

Remora ASA is experiencing strong market interest for its HiLoad DP no.1, and the company has made significant progress in its marketing efforts in the quarter. In parallel with this, several leads for the moored application, HiLoad MV, have been developed and progressed.

Construction of HiLoad DP no. 1

Remora has been notified by the fabrication yard Aibel that they have reduced the manning on the construction HiLoad DP no.1. Based on this, Aibel on August 20 issued a revised project plan with scheduled delivery in Q1, 2009.

Remora does not believe that this will have effect on the contract opportunities the company currently is pursuing. However, delayed delivery will demand that the company maintains the project organisation for a prolonged period and thus increase the total cost.

Rights issue and employee incentive program

Remora ASA completed a preferential rights issue in the amount of NOK 150 Mill in early June. Proceeds will be used to finance the final phase of the development of HiLoad DP no.1 towards field operations. A total of 3.000.000 new shares were issued.

Further to this, Remora ASA in June issued 14.100 new shares in connection with an incentive program for the employees of the company. The number of outstanding shares at the end of the quarter totalled 13.098.776.

Financial results

The financials for Remora ASA for the first quarter of 2008 are presented below. All figures are presented in MNOK. The accounts have not been audited.

Income statement

Operating expenses are related to project costs and administration costs related to running operations. The increase in operating expenses compared to 2007 is due to build-up of the organization according to plan, primarily within operations, during the last nine months.

Income statement	Jan-June 2008	Jan-June 2007	Jan-Dec 2007
Operating income	0,2	0,2	0,4
Operating expenses	16,1	11,5	25,3
Net operating loss	-15,9	-11,3	-24,9
Net financial items	2,3	6,1	11,3
Net loss before tax	-13,6	-5,2	-13,6

Balance Sheet	30.06.2008	30.06.2007	31.12.2007
Intangible assets	38,9	38,6	38,9
Fixed assets	0,5	0,5	0,5
Shares and other assets	0,9	0,9	0,9
Construction in progress	326,0	84,3	235,2
Other current assets	10,7	14,8	12,1
Cash and bank	162,3	295,4	143,7
Total assets	539,3	434,5	431,3
Total equity	529,6	401,0	393,0
Other current liabilities	9,7	33,3	38,3
Total equity and liabilities	539,3	434,5	431,3

Balance sheet

Construction in progress is related to HiLoad DP no 1. Main items are equipment and construction cost.

Cash and bank reflects the receipt of proceeds from the rights issue completed in June of this year.

Other current assets mainly consist of VAT.

Other current liabilities relate to debt to vendors and short term accruals for costs.

Cash flow

The cash situation is healthy, and according to plan. Main cash flow out of the company is related to costs for the HiLoad DP no. 1 project, preparation for sea launching, commissioning and mobilization of the vessel as well as administration costs. The company expects to establish a positive cash flow from operating activities in early 2009, following a contract on HiLoad DP no 1.

Investor relations:

The 20 largest shareholders (registered in VPS per June 30) are:

Shareholder	Number of shares	Ownership
UBS AG, LONDON BRANCH	2 609 962	19,9 %
HITEC INDUSTRIES PORTFOLIO KS	2 374 808	18,1 %
HILOAD HOLDING AS	1 625 401	12,4 %
AB STENA FINANS	1 437 383	11,0 %
STYRBJØRN AS	1 138 962	8,7 %
SKEIE CAPITAL INVESTMENT AS	700 640	5,4 %
SKAGEN VEKST	550 521	4,2 %
KONGSBERG GRUPPEN ASA	500 000	3,8 %
GOLDMAN SACHS INT. - EQUITY -	366 303	2,8 %
MORGAN STANLEY & CO INTL PLC	315 000	2,4 %
PACTUM AS	205 000	1,6 %
DET STAVANGERSKE DAMPSKIPSELSKAP	202 018	1,5 %
BANK OF NEW YORK, BRUSSELS BRANCH	195 599	1,5 %
ISINVEST AS	129 748	1,0 %
MP PENSJON	126 000	1,0 %
STATE STREET BANK AND TRUST CO.	123 738	0,9 %
JCE GROUP AB	64 874	0,5 %
DAHLE	57 089	0,4 %
BD TRADING AS	51 899	0,4 %
HÅLAND EIENDOM & FINANS AS	45 412	0,3 %
OTHERS	264 619	2,0 %

As of June 30, the last registered share price is NOK 70 per share.

Shares owned by the Board of Directors, per June 30:

- Jon Gjedebo owns 1 155 854 shares directly and through Naust AS and Styrbjørn AS. In addition he holds the majority of shares in Hitec Industries, who in turn owns 92, 4 % of HiLoad Holding AS.
- Yuhong Jin Hermansen, controls 202 018 shares through Det Stavangerske Dampskibsselskap and owns 1 946 shares directly.

August 2008 – Board of Directors – Remora ASA