

## Premier Oil Group Holdings Limited

Registered Company Number 10785965

### Annual Report and Financial Statements

31 December 2022



## Premier Oil Group Holdings Limited

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## Premier Oil Group Holdings Limited

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### Corporate information

#### Directors

Alexander Krane  
Stuart Wheaton  
Howard Landes

#### Secretary

Harbour Energy Secretaries Limited

#### Independent Auditors

Ernst & Young LLP  
Statutory Auditor  
1 More London Place  
London  
SE1 2AF

#### Registered Office

23 Lower Belgrave Street  
London  
United Kingdom  
SW1W 0NR

Company No. 10785965

## Premier Oil Group Holdings Limited

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### Strategic Report

The directors present their strategic report on Premier Oil Group Holdings Limited (the "Company") for the year ended 31 December 2022.

#### Results

For the year to 31 December 2022 the Company made a loss of \$260 (2021: \$nil).

At 31 December 2022, the Company had a total equity of \$603 million (2021: \$603 million).

#### Principal Activities and Business Review

The Company was incorporated on 23 May 2017 and is part of the Harbour Energy plc group. The principal activity of the Company is a holding company that does not trade. The Company has a subsidiary which is an intermediate holding company for part of the Harbour Energy group (the "Group"). Details of the Company's subsidiaries are set out in note 7. The directors do not foresee any changes in the Company's activities in the immediate future.

The Group's principal activities are the acquisition, exploration, development and production of oil and gas reserves on the UK and Norwegian Continental Shelves, Indonesia, Vietnam and Mexico. Further information can be found in Harbour Energy plc's consolidated annual report and accounts for the year ended 31 December 2022 (the "Group Report").

#### Key Performance Indicators (KPIs)

The Group's activities consist of one class of business being the acquisition, exploration, development and production of oil and gas reserves. The Company's KPIs are aligned with those of the Group. Further information about KPIs in the context of the Group business can be found in the Group Report and are reflected in the results above.

#### Principal Risks and Uncertainties

The Company is subject to a range of risks, these risks are identified and managed by the Group. Information about risks and uncertainties in the context of the Group business can be found in the Strategic Report within the Group Report.

Approved by the Board on 25 September 2023 and signed on its behalf by:

DocuSigned by:  
  
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Alexander Krane (Director)

## Premier Oil Group Holdings Limited

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### Directors' Report

The directors present their annual report and audited financial statements for the year ended 31 December 2022.

#### Directors

The following served as directors of the Company during the year and up to the date of signing of the financial statements:

Philip Kirk (resigned 28 February 2022)  
Alexander Krane  
Howard Landes  
Stuart Wheaton

#### Dividends

During the year, the Company did not pay any dividends (2021: \$nil). The directors do not recommend the payment of a final dividend (2021: \$nil).

#### Future Developments

There have not been any significant changes in the Company's principal activities in the year under review and the directors do not foresee any changes in the Company's activities in the immediate future.

#### Directors' Liabilities

The Company has made qualifying third-party indemnity provisions for the benefit of its directors which were made during the year and remain in force at the date of this report.

#### Going Concern

The directors have adopted the going concern basis of accounting for the preparation of the financial statements as the Company's ultimate parent company, Harbour Energy plc, has undertaken to directly provide the necessary financial support to the Company, as and when required, to meet all liabilities for a period of 12 months from the date of signing these financial statements. In making their assessment of going concern, the directors have considered the letter of support from Harbour Energy plc and are confident that it has adequate resources to support the Company for 12 months from the date of signing these financial statements.

#### Disclosure of Information to the Auditors

Each of the persons who is a director at the date of approval of this report confirms that:

- (1) so far as the director is aware, there is no relevant audit information of which the company's auditor is unaware; and
- (2) the director has taken all the steps that he ought to have taken as a director in order to make himself aware of any relevant audit information and to establish that the company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of s418 of the Companies Act 2006.

Approved by the Board on 25 September 2023 and signed on its behalf by:

DocuSigned by:  


CD20FB85420F461...  
Alexander Krane (Director)  
Company Registered No. 10785965

## Premier Oil Group Holdings Limited

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### Statement of Directors' Responsibilities

The Directors are responsible for preparing the Strategic Report, Directors' Report and the Financial Statements in accordance with applicable UK law and regulations.

Company law requires the Directors to prepare Financial Statements for each financial year. Under that law the directors have elected to prepare the Financial Statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 101 Reduced Disclosure Framework (FRS 101).

Under company law the Directors must not approve the Financial Statements unless they are satisfied that they give a true and fair view of the state of affairs of the Company and of the net income or loss of the Company for that period.

In preparing these Financial Statements the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- present information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- provide additional disclosures when compliance with the specific requirements in FRS 101 is insufficient to enable users to understand the impact of particular transactions, other events and conditions on the Company's financial position and financial performance;
- state whether applicable United Kingdom Accounting Standards, including FRS 101, have been followed, subject to any material departures disclosed and explained in the Financial Statements; and
- prepare the Financial Statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

## ***Independent Auditor's report to the members of Premier Oil Group Holdings Limited***

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### **Opinion**

We have audited the financial statements of Premier Oil Group Holdings Limited for the year ended 31 December 2022 which comprise the income statement, the balance sheet, the statement of changes in equity and the related notes 1 to 11, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the company's affairs as at 31 December 2022 and of its loss for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### **Conclusions relating to going concern**

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's ability to continue as a going concern.

### **Other information**

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained

## ***Independent auditor's report to the members of Premier Oil Group Holdings Limited (continued)***

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in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

### **Opinions on other matters prescribed by the Companies Act 2006**

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the strategic report and the directors' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the strategic report and directors' report have been prepared in accordance with applicable legal requirements.

### **Matters on which we are required to report by exception**

In the light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we have not identified material misstatements in the strategic report or directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

### **Responsibilities of directors**

As explained more fully in the directors' responsibilities statement set out on page 5, the directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



## ***Independent auditor's report to the members of Premier Oil Group Holdings Limited (continued)***

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### ***Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud***

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the company and determined that the most significant are those that relate to the reporting framework (the Companies Act 2006 and FRS 101 "Reduced Disclosure Framework") and the relevant tax compliance regulations in the jurisdictions in which the company operates. In addition, we concluded that there are certain significant laws and regulations that may have an effect on the determination of the amounts and disclosures in the financial statements, including those relating to health and safety, employee matters, environmental, and bribery and corruption practices;
- We understood how the company is complying with those frameworks by making enquiries of management, legal counsel and the Company Secretary. We corroborated the results of our enquiries through our review of Board minutes and correspondence received from regulatory bodies and noted that there was no contradictory evidence;
- We assessed the susceptibility of the financial statements to material misstatement, including how fraud might occur by considering the degree of incentive, opportunity and rationalisation that may exist to perform fraud. Where fraud risks were identified, we applied journal entry selection criteria to identify journals that were considered unusual or indicative of potential fraud before tracing such transactions back to source information in order to test their validity and appropriateness; and
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved testing of journal entries, with a focus on journals indicating large or unusual transactions or meeting our defined risk criteria based on our understanding of the business, enquiries of management and the directors and review of legal correspondence. For journals selected we understood the nature and purpose of the journal, traced adjustments back to source documentation and tested that the journal had been authorised in line with company policy. Based on the results of our audit procedures, there were no significant instances of non-compliance with laws and regulations identified.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

## ***Independent auditor's report to the members of Premier Oil Group Holdings Limited (continued)***

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### **Use of our report**

This report is made solely to the company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

DocuSigned by:

*Ernst & Young LLP*

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Andrew Smyth (Senior statutory auditor)

for and on behalf of Ernst & Young LLP, Statutory Auditor

London, United Kingdom

25 September 2023

## Premier Oil Group Holdings Limited

**Income Statement**

For the year ended 31 December

	<i>Note</i>	<i>2022</i> <i>\$'000</i>	<i>2021</i> <i>\$'000</i>
Impairment of investments	7	0	-
<b><i>Loss before interest and taxation</i></b>		0	-
Finance expense	5	0	-
<b><i>Loss before taxation</i></b>		0	-
Tax expense	6	0	-
<b><i>Loss for the financial year</i></b>		0	-

There was no other items of comprehensive income or expense other than a loss of \$260 (2021: \$nil). Accordingly, no statement of total comprehensive income has been presented.

The notes on pages 13 to 22 form part of these financial statements.

## Premier Oil Group Holdings Limited

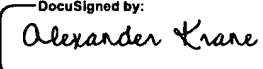
**Balance Sheet**

As at 31 December

		2022	2021
	Note	\$'000	\$'000
<b>Non-current assets</b>			
Investments	7	603,043	603,043
<b>Total non-current assets</b>		603,043	603,043
<b>Net assets</b>		603,043	603,043
<b>Capital and reserves</b>			
Called up share capital	8	50,100	50,100
Share premium account		451,250	451,250
Merger reserve		101,693	101,693
<b>Total equity</b>		603,043	603,043

The notes on pages 13 to 22 form part of these financial statements.

The financial statements on pages 10 to 22 were approved by the Board of Directors on 25 September 2023 and signed on its behalf by:

DocuSigned by:  
  
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Alexander Krane (Director)

Company Registration No: 10785965

## Premier Oil Group Holdings Limited

**Statement of Changes in Equity**

For the year ended 31 December

	<i>Called Up Share capital \$'000</i>	<i>Share premium account \$'000</i>	<i>Merger reserve \$'000</i>	<i>Total equity \$'000</i>
<b>At 1 January 2021</b>	50,100	451,250	101,693	603,043
Results for the financial year	-	-	-	-
<b>At 31 December 2021</b>	50,100	451,250	101,693	603,043
Loss for the financial year	-	-	0	0
<b>At 31 December 2022</b>	50,100	451,250	101,693	603,043

## Premier Oil Group Holdings Limited

# Notes to the Financial Statements

For the year ended 31 December 2022

## 1. Authorisation of Financial Statements

The financial statements of the Company for the year ended 31 December 2022 were authorised for issue by the board of directors on the 21 September 2023 and the balance sheet was signed on the board's behalf by Alexander Krane.

The Company is a private company incorporated in England and Wales under the Companies Act. The address of the registered office is 23 Lower Belgrave Street, London, SW1W 0NR.

These financial statements are separate financial statements. The company is a subsidiary of Harbour Energy plc. The group financial statements of Harbour Energy plc are available to the public and can be obtained from 23 Lower Belgrave Street, London, SW1W 0NR or on the company website [www.harbourenergy.com](http://www.harbourenergy.com). The registered office address of the parent company preparing consolidated financial statements is 4th Floor, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EN.

The principal accounting policies adopted by the Company are set out in note 2.

## 2. Accounting Policies

### *Basis of Preparation*

The financial statements are prepared under the historical cost convention, except for certain financial assets and liabilities (including derivative financial instruments) which have been measured at fair value, and are in accordance with The Companies Act 2006, as applicable to companies using Financial Reporting Standard 101 "Reduced Disclosure Framework" (FRS 101). The financial statements are presented in US Dollars and all values are rounded to the nearest thousand dollars (\$'000) except when otherwise stated.

The accounting policies which follow, set out those policies which apply in preparing the financial statements for the year ended 31 December 2022 under FRS 101. All accounting policies have been applied consistently, other than where new policies have been adopted. The Company has taken advantage of the following disclosure exemptions under FRS 101:

- i. the requirements of IFRS 7 *Financial Instruments: Disclosures*
- ii. the requirements of paragraphs 91-99 of IFRS 13 *Fair Value Measurement*
- iii. the requirement in paragraph 38 of IAS 1 '*Presentation of Financial Statements*' to present comparative information in respect of:
  - (i) paragraph 79(a)(iv) of IAS 1
  - (ii) paragraph 73(e) of IAS 16 *Property, Plant and Equipment*; and
  - (iii) paragraph 118(e) of IAS 38 *Intangible Assets*
- iv. the requirements of paragraphs 10(d), 10(f), 16, 38A, 38B, 38C, 38D, 40A, 40B, 40C, 40D, 111 and 134-136 of IAS 1 *Presentation of Financial Statements*
- v. the requirements of IAS 7 *Statement of Cash Flows*
- vi. the requirements of paragraphs 30 and 31 of IAS 8 *Accounting Policies, Changes in Accounting Estimates and Errors*
- vii. the requirements of paragraph 17 and 18A of IAS 24 *Related Party Disclosures*; the requirements in IAS 24 *Related Party Disclosures* to disclose related party transactions entered into between two or more members of a group, provided that any subsidiary which is party to the transaction is wholly owned by such a member; and
- viii. the requirements of paragraphs 134(d)-134(f) and 135(c)-135(e) of IAS 36 *Impairment of Assets*.

Where relevant, equivalent disclosures have been given in the group financial statements of Harbour Energy plc.

**Premier Oil Group Holdings Limited**

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**Notes to the Financial Statements**

For the year ended 31 December 2022 (continued)

***Going Concern***

The Directors have adopted the going concern basis of accounting for the preparation of the financial statements as the Company's ultimate parent company, Harbour Energy plc, has undertaken to directly provide the necessary financial support to the Company, as and when required, to meet all liabilities for a period of 12 months from the date of signing these financial statements. In making their assessment of going concern, the directors have considered the letter of support from Harbour Energy plc and are confident that it has adequate resources to support the Company for 12 months from the date of signing these financial statements.

***Foreign Currency Translation***

The Company's functional currency and presentation currency is US Dollars.

Transactions recorded in foreign currencies are initially recorded in the Company's functional currency by applying an average rate of exchange. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rate of exchange ruling at the reporting date. All differences are taken to the income statement. Non-monetary assets and liabilities denominated in foreign currencies are measured at historic cost based on exchange rates at the date of the transaction and subsequently not retranslated.

***Investments***

Investments in subsidiaries are held at cost less accumulated impairment losses.

The Company assesses, at each reporting date whether there is an indication that an investment may be impaired. Where an indicator of impairment exists, the Company estimates the recoverable amount of the underlying net asset value of the relevant subsidiary, being the higher of the fair value costs of disposal and value in use. If the recoverable amount is less than the carrying amount of the investment, the carrying amount is reduced to its recoverable amount. The difference between the carrying amount and recoverable amount is recognised as an impairment loss in the Income statement.

***Taxes******i. Current Tax***

Current tax assets and liabilities for the current and prior periods are measured at the amount expected to be recovered from or paid to the taxation authorities. The tax rates and laws used to compute the amount are those that are enacted or substantively enacted at the reporting date in the countries where the Company operates and generates taxable income.

Current income tax related to items recognised directly in other comprehensive income or equity is recognised in other comprehensive income or directly in equity not in the income statement.

***ii. Deferred Tax***

Deferred taxation is recognised in respect of all timing differences arising between the tax bases of the assets and liabilities and their carrying amounts in the financial statements with the following exceptions:

- Deferred income tax assets are recognised only to the extent that it is probable that the taxable profit will be available against which the deductible temporary difference, carried forward tax credits or tax losses can be utilised.
- Deferred income tax assets and liabilities are measured on an undiscounted basis at the tax rates that are expected to apply when the related asset is realised, or liability is settled, based on tax rates and laws enacted or substantively enacted at the balance sheet date. The carrying amount of the deferred income tax asset is reviewed at each balance sheet date.
- Deferred income tax assets and liabilities are offset, only if a legally enforceable right exists to be offset current assets against current tax liabilities, the deferred income tax

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

relates to the same tax authority and that same tax authority permits the Company to make a single net payment.

### ***New Accounting Standards and Interpretations***

In the current year the following new and revised Standards and Interpretations have been adopted, these have no material impact on the company's annual results.

- *Amendments to IFRS 3 - Reference to the Conceptual Framework*
- *IFRS 9 Financial Instruments - Fees in the '10 per cent' test for derecognition of financial liabilities*

### ***Accounting Standards Issued But Not Yet Effective***

The new and amended standards and interpretations that are issued, but not yet effective, up to the date of issuance of the Company's financial statements are disclosed below (and as detailed in the Group Report). The Company intends to adopt these new and amended standards and interpretations, if applicable, when they become effective.

- *Amendments to IAS 1, Presentation of Financial Statements - classification of liabilities as current or non-current*
- *Amendments to IAS 8 - Definition of Accounting Estimates*
- *Amendments to IAS 1 and IFRS Practice Statement 2 - Disclosure of Accounting Policies*
- *Amendments to IAS 12 - Deferred Tax related to Assets and Liabilities arising from a Single Transaction*

The amendments listed above are not expected to have a material impact on the Company.

### ***Critical Accounting Judgements and Estimates***

The preparation of the Company's financial statements in conformity with FRS 101 requires management to make judgements, estimates and assumptions at the date of the financial statements. Estimates and assumptions are continuously evaluated and are based on management experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the assets or liabilities affected in future periods. In particular, the Company has identified the following areas where significant judgement, estimates and assumptions are required.

In particular the Company has identified the following area where significant judgement, estimates and assumptions are required.

In the director's opinion the following area has been identified where there is significant judgement, however there is no key sources of estimation uncertainty that have a significant effect on the amounts recognised in the financial statements.

#### ***Critical accounting judgements***

- carrying value of investments in subsidiaries regarding assessing for indicators of impairment.

#### ***Key sources of estimation uncertainty***

- *Recoverability of investments in subsidiaries*

The Company assesses, at each reporting date, whether there is an indication that an investment in a subsidiary may be impaired. Where an indicator of impairment exists, an estimate of the recoverable amount of the underlying net assets of the relevant subsidiary is made and compared to the carrying amount of the investment.

- *Expected credit loss*

The company applies the IFRS 9 requirements to measuring expected credit losses using a forward looking expected credit loss model to the full value of amounts due from group companies. The expected loss rates are based on the ultimate parent probability default ratio and loss given default over the 12 month period prior to the period end.



## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

**3. Auditor's Remuneration**

The audit fee was borne by the ultimate parent company without recharge in the current and prior year. There have been no non-audit fees charged in the current year (2021: \$nil).

**4. Staff Cost and Directors' Remuneration**

The Company employed no staff during the year (2021: none).

The directors received no remuneration for their services to the Company in the current or preceding year as salaries are paid by the ultimate parent company or other group companies. The Company's directors believe that it is not practicable to apportion their remuneration between qualifying services for the Company and other group companies in which they hold office.

**5. Finance Expenses**

	2022	2021
	\$	\$
<i>Finance expenses</i>		
Bank fee and charges	60	-

**6. Tax Expense****(a) Income tax**

The major components of the Company's income tax charge/(credit) for the years ended 31 December 2022 and 2021 are:

	2022	2021
	\$	\$
<b>Current income tax expense/(credit):</b>		
UK corporation tax	(11)	0
Adjustments in respect of prior years	0	0
<b>Total current income tax expense/(credit)</b>	<b>(11)</b>	<b>0</b>
<b>Deferred tax expense/(credit):</b>		
UK corporation tax	0	0
Adjustments in respect of prior years	0	0
<b>Total deferred tax expenses/(credit)</b>	<b>0</b>	<b>0</b>
<b>Tax expense/(credit) in the income statement</b>	<b>(11)</b>	<b>0</b>

**Changes in tax rate**

Legislation was introduced in the Finance Act 2021 to increase the main rate of UK corporation tax for non-ring fence profits from 19 per cent to 25 per cent from 1 April 2023. This is not expected to have a material impact on the Company.

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

### (b) Reconciliation of the total tax charge/(credit)

Reconciliation between tax expense/(credit) and the accounting loss multiplied by the standard rate of UK corporation tax for the years ended 31 December 2022 and 2021 is as follows:

	2022	2021
	\$	\$
Loss before taxation	(260)	-
Tax calculated at UK standard rate of corporation tax of 19% (2021: 19%)	(49)	-
Effects of:		
Expenses not deductible for tax purposes	38	-
<b>Total tax charge for the year</b>	<b>(11)</b>	<b>-</b>

### (c) Deferred Tax

The Company had no temporary differences on which deferred tax would be recognised at 31 December 2022 (2021: nil).

## 7. Investments

	2022
	\$'000
<b>Cost:</b>	
At 1 January, 31 December	603,043
<b>Provisions for impairment:</b>	
At 1 January	-
Provision	0
At 31 December	0
<b>Net book value:</b>	
At 31 December 2022	603,043
At 31 December 2021	603,043

The Company's investments in Premier Oil Belgravia Limited and Harbour Energy Secretaries Limited have been fully written down.

## 7. Investments

At 31 December 2022, the company and its subsidiaries had investments in the following group companies:

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

<u>Name of company</u>	<u>Business and area of operation</u>	<u>Place of incorporation</u>	<u>Registered office</u>
<i>Subsidiaries of the company</i>			
Premier Oil Group Limited <sup>1</sup>	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Belgravia Holdings Limited <sup>1</sup>	Non-trading intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Harbour Energy Secretaries Limited <sup>1</sup>	Non-trading, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
<i>Companies held through subsidiary undertakings</i>			
Premier Oil Holdings Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Overseas BV	Intermediate holding company, Netherlands	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil UK Limited	Exploration, production and development, UK	Scotland	4th Floor, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EN
Premier Oil (Vietnam) Limited	Exploration, production and development, Vietnam	British Virgin Islands	Commerce House, Wickhams Cay 1, Road Town, Tortola, VG1110
Premier Oil Exploration and Production Mexico S.A de C.V	Exploration, production and development, Mexico	Mexico	Presidente Masaryk 111, Piso 1, Polanco V Sección, México City, C.P. 11560
Premier Oil Mexico Recursos S.A de C.V	Exploration, production and development, Mexico	Mexico	Presidente Masaryk 111, Piso 1, Polanco V Sección, México City, C.P. 11560
Premier Oil do Brasil Petróleo e Gás Limitada	Exploration, production and development, Brazil	Brazil	Rua Lauro Muller, 116-Sala 3201, Botafogo, RJ
Premier Oil E&P Holdings Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil ONS Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Belgravia Limited	Non-trading	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Exploration and Production (Iraq) Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Far East Limited	Service company, Singapore	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil and Gas Services Limited	Service company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore Oil Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

<u>Name of company</u>	<u>Business and area of operation</u>	<u>Place of incorporation</u>	<u>Registered office</u>
Premier Oil Mexico Holdings Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore (NNS) Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil (EnCore Petroleum) Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Aberdeen Services Limited	Service company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
FP Mauritania A BV	Decommissioning activities, Mauritania	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
FP Mauritania B BV	Decommissioning activities, Mauritania	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Exploration (Mauritania) Limited	Decommissioning activities, Mauritania	Jersey	46/50 Kensington Place, 1 <sup>st</sup> Floor, Kensington Chambers, St. Helier, JE4 0ZE, Jersey
Premier Oil Mauritania B Limited	Decommissioning activities, Mauritania	Jersey	46/50 Kensington Place, 1 <sup>st</sup> Floor, Kensington Chambers, St. Helier, JE4 0ZE, Jersey
Ebury Gate Limited	Risk Mitigation Services	Guernsey	Level 5, Mill Court, La Charroterie, St Peter port, GY1 1EJ
Premier Mexico Investment Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil ANS Holdings Limited	Intermediate holding company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil ANS Limited	Exploration, production and development, Alaska	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil International Holding BV	Non-trading	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Natuna Sea BV	Exploration, production and development, Indonesia	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Buton BV	Non-trading	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Tuna BV	Exploration, production and development, Indonesia	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Andaman Limited	Exploration, production and development, Indonesia	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Andaman I Limited	Exploration, production and development, Indonesia	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil South Andaman Limited	Exploration, production and development, Indonesia	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

<u>Name of company</u>	<u>Business and area of operation</u>	<u>Place of incorporation</u>	<u>Registered office</u>
Premier Oil Bukit Barat Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Vietnam Offshore BV	Exploration, production and development, Vietnam	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Vietnam North BV	Non-trading	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Vietnam 121 Limited	Exploration, production and development, Vietnam	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil E&P UK Limited	Exploration, production and development, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil E&P UK EU Limited	Exploration, production and development, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil E&P UK Energy Trading Limited	Gas trading company, UK	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil CCS Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Congo (Marine IX) Limited	Dormant	Jersey	46/50 Kensington Place, 1 <sup>st</sup> Floor, Kensington Chambers, St. Helier, JE4 0ZE, Jersey
Premier Oil Investments Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Pacific Limited	Dormant	Hong Kong	31/F, Tower Two, Time Square, 1 Matheson Street, Causeway Bay, Hong Kong
Premier Overseas Holdings Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore (VOG) Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore CCS Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Barakuda Limited	Exploration, production and development, Indonesia	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore Natural Resources Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
EnCore Oil and Gas Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil B Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
XEO Exploration plc	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR

## Premier Oil Group Holdings Limited

## Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

<u>Name of company</u>	<u>Business and area of operation</u>	<u>Place of incorporation</u>	<u>Registered office</u>
Premier Oil Exploration Limited	Non-trading	Scotland	4th Floor, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EN, Scotland
Premier Oil Exploration ONS Limited	Dormant	England & Wales	23 Lower Belgrave Street, London, SW1W 0NR
Premier Oil Pakistan Offshore BV	Dormant	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
Premier Oil Philippines BV	Dormant	Netherlands	Herikerbergweg 88, 1101 CM Amsterdam, Netherlands
<i>Associate company of subsidiary companies</i>			
Egdon Resources plc <sup>2</sup>	Investment, UK	England & Wales	The Wheat House, 98 High Street, Odiham, Hampshire, RG29 1LP

<sup>1</sup> wholly owned subsidiary of the company. All other companies are held through subsidiary undertaking unless stated otherwise.

<sup>2</sup> the interest held in an Associate company is through subsidiaries of a subsidiary of the company.

## 8. Called Up Share Capital

	2022	2021	2022	2021
<i>Allotted, called up and fully paid</i>	<i>No.</i>	<i>No.</i>	<i>\$'000</i>	<i>\$'000</i>
Ordinary shares of \$1 each	50,100,100	50,100,100	50,100	50,100

## 9. Financial commitments and guarantees

At the year-end date the Company, together with the ultimate parent company and certain other fellow group subsidiary undertakings, had jointly guaranteed the Group's borrowing facilities, which comprise:

- \$4.1 billion reserve-based lending facility, of which \$1.5 billion is available for drawing letters of credit, maturing in 2027; and
- \$500 million bond which has a tenor of five years to maturity.

## Premier Oil Group Holdings Limited

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# Notes to the Financial Statements

For the year ended 31 December 2022 (continued)

### 10. Ultimate Parent Undertaking and Controlling Party

The Company's immediate parent company, ultimate parent company and controlling party is Harbour Energy plc, a company incorporated in Great Britain and registered in Scotland. Harbour Energy plc is the parent undertaking of the largest and the smallest group of which the company is a member and for which group financial statements are prepared. Copies of the group financial statements for are available from Harbour Energy plc, 23 Lower Belgrave Street, London SW1W 0NR.

### 11. Subsequent events

In July, the Company subscribed to 554 ordinary shares in Premier Oil Belgravia Holdings Limited. In September, this subsidiary was placed into liquidation, the net impact on the Company's income statement from the distribution and liquidation of this subsidiary undertaking will not be material.