

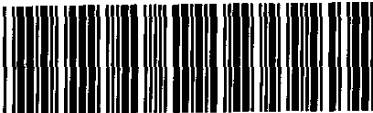
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AMENDED

Perenco Vietnam AS

Financial Statements

31 December 2022

| | | | |
|-----------------|--|------------|------|
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| | COMPANIES HOUSE | | |
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| | A28 | 26/09/2023 | #157 |
| COMPANIES HOUSE | | | |

Perenco Vietnam AS

Directors report Year ended 31 December 2022

Nature of the business and how it is operated

Perenco Vietnam AS ("the Company") owns, through a branch in Vietnam, 16.33 percent of the shares in the pipeline company Nam Con Son Pipeline.

The Company is a wholly owned subsidiary of *Perenco Overseas Holdings Limited*, a company incorporated in England and Wales and whose registered address is 8 Hanover Square, London, W1S 1HQ.

Analysis of the financial statements

Operating result

The company earned its revenue as tariff income from transportation and processing of third-party gas and condensate in Vietnam.

The operating revenue in 2022 was \$33,662k, a decrease of \$3,665k from 2021. The decrease is mainly due to a reduced flow rate of gas and condensate as a result of significant production drop in one of the blocks.

The operating costs amounted to \$6,381k in 2022, compared to \$6,301k in 2021. The operating result for 2022 showed a profit before tax of \$27,771k, compared to a profit before tax of \$30,985k in 2021.

Net profit for 2022 was \$22,365k compared to \$27,102k in 2021. The decrease in net profit, is mostly due to a decreased revenue.

Cash flow and balance

Net cash flow in 2022 from operating activities has remained flat at \$24,598k compared to \$23,253k in 2021. The retained level of net cash is a reflection of the consistent revenues and costs observed throughout the period.

The Company had no long-term debt at the end of 2022. The Company's equity was \$23,824k.

The Company's prospects

The Company is expected to continue to be profitable for the foreseeable future.

Financial risks

Market Risk

The Company's financial risk is mainly related to market risk. The company is influenced by production volumes from the connected fields, the ability to obtain new tariff contracts to replace declining volumes from existing fields, the price development for gas transportation, the potential for operating costs to inflate, and the general economic environment in Vietnam.

Credit risk

The Company is not considered to have significant risk related to credit.

Liquidity risk

There are no significant capital commitments and it is expected that the company Company will finance its future cash needs through regular operations.

Perenco Vietnam AS

Directors report Year ended 31 December 2022

Continued operation

The Board and the general manager are of the opinion that the presentation of the financial statements shall be based on an assumption of continued operation. The Company has performed well and has good equity. The Company thus has a good basis for continuing its positive development.

Working environment, equal opportunity and external environment

The Company is a co-owner in the Nam Con Son pipeline operated by PetroVietnam and has no independent operational obligation. Reporting of emissions to air and sea is performed by the operator.

Through monitoring of the license, the Company is helping to ensure that the operator complies with its obligations in accordance with health, safety and environmental requirements and expectations. The Company does not have activities that influence the external environment.

The Company has no employees. Management and administrative functions are performed in London with assistance from employees of an affiliate company in Vietnam. The board consists of 3 men and 1 woman.

Research and development

The Company had no research and development costs in 2022.

Directors indemnities

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 reporting date.

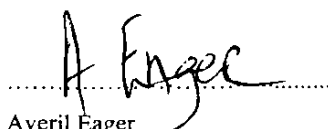
Proposed allocation of earnings

Net income for 2022 showed a profit of \$22,365k (2021: \$27,102k). A dividend of \$30,000k was provided for in 2021 was distributed in 2022. The Board of Directors have proposed a dividend distribution of \$20,000k and accordingly it has been provided for in the these accounts.


Approved by the Board of Directors and signed by:



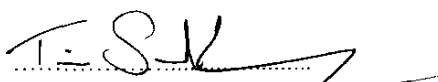
Emmanuel Marie Patrick Colombel
Chairman of the Board



Averil Eager
Board member



Jonathan Brian Parr
Board member



Timothy Mark Sandford
Board member

London
30 June 2023

Perenco Vietnam AS

Profit and loss account Year ended 31 December 2022

All numbers are presented in thousands.

| OPERATING REVENUE AND OPERATING EXPENSES | Notes | 2022 \$'000 | 2021 \$'000 |
|--|--------------|------------------------|------------------------|
| Tariff income | 1 | 33,662 | 37,327 |
| Total operating income | | 33,662 | 37,327 |
| Other operating expenses | 2, 3 | (2,780) | (2,692) |
| Depreciation of fixed assets | 4 | (3,531) | (3,557) |
| Decommissioning cost | 5 | (70) | (52) |
| Total operating expenses | | (6,381) | (6,301) |
| Operating profit | | 27,281 | 31,026 |
| FINANCIAL INCOME AND FINANCIAL EXPENSES | | | |
| Interest income/(expense) | | 499 | 19 |
| Other financial expenses | | (11) | (16) |
| Foreign exchange gain/(loss) | | (2) | (44) |
| Net financial items | | (490) | (41) |
| Profit before taxation | | 27,771 | 30,985 |
| Income tax | 6 | (5,406) | (3,883) |
| Profit for the financial year | | 22,365 | 27,102 |
| ALLOCATION OF NET PROFIT AND EQUITY TRANSFERS | | | |
| Transferred to other equity | | 2,365 | - |
| Transferred from other equity | | - | (2,898) |
| Proposed dividend | | 20,000 | 30,000 |
| Additional dividend paid | | - | - |
| Total allocations and equity transfers | | 22,365 | 27,102 |

Perenco Vietnam AS

Balance sheet Year ended 31 December 2022

All numbers are presented in thousands.

| | Notes | 2022 \$'000 | 2021 \$'000 |
|----------------------------------|-------|----------------|----------------|
| Non-current assets | | | |
| Tangible fixed assets | | | |
| Gas pipeline and terminal | 4 | 28,637 | 32,933 |
| | | <u>28,637</u> | <u>32,933</u> |
| Current assets | | | |
| Inventories | | 304 | 274 |
| | | <u>304</u> | <u>274</u> |
| Receivables | | | |
| Other receivables | | 5,374 | 4,849 |
| Intercompany receivables | 3 | 18,022 | 23,774 |
| | | <u>23,396</u> | <u>28,623</u> |
| Cash and cash equivalents | | 427 | 77 |
| | | <u>427</u> | <u>77</u> |
| Total current assets | | 24,127 | 28,974 |
| TOTAL ASSETS | | <u>52,764</u> | <u>61,907</u> |

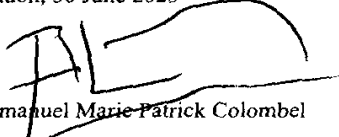
Perenco Vietnam AS

Balance sheet Year ended 31 December 2022


All numbers are presented in thousands


| SHAREHOLDER'S EQUITY AND LIABILITIES | Notes | 2022 \$'000 | 2021 \$'000 |
|---|--------------|------------------------|------------------------|
| Shareholders equity | | | |
| Paid-in capital | | | |
| Share capital (30,000 shares at NOK 1,000) | 7 | 4,941 | 4,941 |
| Other paid-in capital | 8 | 3,437 | 3,437 |
| | | <u>8,378</u> | <u>8,378</u> |
| Retained earnings | | | |
| Other equity | 8 | 15,446 | 13,081 |
| | | <u>15,446</u> | <u>13,081</u> |
| Total shareholder's equity | | <u>23,824</u> | <u>21,459</u> |
| Liabilities | | | |
| Provisions for liabilities and charges | | | |
| Deferred tax | 6 | 5,154 | 4,846 |
| Decommissioning cost | 5 | 2,871 | 3,566 |
| | | <u>8,025</u> | <u>8,412</u> |
| Current liabilities | | | |
| Accounts payable | | 287 | 672 |
| Current income taxes payable | 6 | 388 | 1,082 |
| Other taxes and withholdings | | 240 | 282 |
| Dividend | | 20,000 | 30,000 |
| | | <u>20,915</u> | <u>32,036</u> |
| Total liabilities | | <u>28,940</u> | <u>40,448</u> |
| TOTAL SHAREHOLDER'S EQUITY AND LIABILITIES | | <u>52,764</u> | <u>61,907</u> |

London, 30 June 2023


Emmanuel Marie Patrick Colombel
Chairman of the board


Avenir Eager
Board member


Jonathan Brian Parr
Board member


Timothy Mark Sandford
Board member

Perenco Vietnam AS

Cash flow statement Year ended 31 December 2022

All numbers are presented in thousands

| | 2022 \$'000 | 2021 \$'000 |
|---|-----------------|-----------------|
| CASH FLOW FROM OPERATIONS: | | |
| Profit before taxation | 27,771 | 30,985 |
| Taxes paid for the period | (5,700) | (4,873) |
| Depreciation and amortisation | 3,531 | 3,557 |
| Fixed asset additions | - | - |
| Unwinding of discounting | 70 | 52 |
| Change in inventory | (30) | (57) |
| Change in receivables | (525) | (1,529) |
| Change in trade payables | (385) | (4,281) |
| Changes in provision for decommissioning | - | - |
| Changes in other current assets and other liabilities | (134) | (601) |
| Net cash flow from operations | 24,598 | 23,253 |
| CASH FLOW FROM FINANCING ACTIVITIES: | | |
| Dividend paid | - | - |
| Loan to affiliate company | (24,248) | (23,357) |
| Net cash flow from financing activities | (24,248) | (23,357) |
| Net change in bank deposits, cash and equivalents | 350 | (104) |
| Bank deposits, cash and equivalents at 1 January | 77 | 181 |
| Bank deposits, cash and equivalents at 31 December | 427 | 77 |

Perenco Vietnam AS

Notes to the financial statements Year ended 31 December 2022

Accounting policies

The financial statements have been prepared in accordance with the Norwegian Accounting Act of 1998 and generally accepted accounting principles in Norway.

Foreign currency

Transactions in foreign currency are booked at monthly average exchange rates. Significant one off transactions are recorded at the exchange rate at the transaction date. Cash, receivables and debt denominated in foreign currencies are translated into USD at the exchange rate prevailing at the balance sheet date.

Shares in subsidiaries and associates

The company has an owner share of 16.33% in the Nam Con Son pipeline in Vietnam. Shares in the Nam Con Son pipeline are included in the income statement and in the balance sheets respective assets and debt by gross method.

Cash and cash equivalents

Cash and cash equivalents include cash, bank deposits and other monetary instruments with a maturity of less than three months at the date of purchase.

Revenue

Revenue is recognised according to the volume transported through the pipeline. Possible paid, but not transported volumes are treated as deferred income in the period the user can utilise the carrying capacity.

Use of estimates

The preparation of the financial statements in accordance with the Norwegian Accounting Act assume that the Company use estimates and conditions that affect the income statement and valuation of assets, debt and liabilities at the balance sheet date. Actual results may deviate from the estimates.

Maintenance

Cost of ordinary maintenance are expensed continuously. Improvements to increase the capacity of carrying volumes or the lifetime of the plant, will be capitalised.

Depreciations

Fixed assets are depreciated over the estimated economic lifetime on a linear basis.

Devaluation of fixed assets

Fixed assets are written down to fair value if this is lower than carrying amount and the decline is expected to be permanent.

Possible write downs are considered for independent groups of assets with independent cash flows. A consideration of value in use is performed based on the management's anticipation about future economic and operation conditions. Value in use as calculated as present value of future cash flows.

If the consideration concludes that the value of the asset is lower than booked value, the asset will be written down to the highest of recoverable amount and value in use.

Inventories

The inventory consist of spare parts and is recognised at the lower of average original cost and fair value.

Perenco Vietnam AS

Notes to the financial statements Year ended 31 December 2022

Accounting policies (continued)

Income taxes

Tax expenses are matched with operating income before tax. Tax expense consists of current income tax expense and change in net deferred tax.

Deferred tax liabilities and deferred tax assets are presented net in the balance sheet. Deferred tax is calculated at debt method. At this method the deferred tax is calculated on basis of temporary differences between financial statement values and tax statement values.

Provisions for decommissioning cost

The present value of calculated decommissioning cost are provisioned for over the financial life of the asset on a linear basis. In addition a yearly financial cost is expensed based on the present value of the liability.

The cost of capital used for calculating the present value of the decommissioning cost is risk free interest rate added to the Company's loan margin with the same due date as the decommissioning cost.

1. Operating revenue

The operating revenue in 2022 was \$33,662k (2021: \$37,327k). The operating revenue consists of the company's share of income from the Nam Con Son pipeline in Vietnam.

2. Payroll costs, number of employees, benefits etc.

The company has no employees and therefore no payroll cost. There are no paid remuneration or loans to managing directors or members of the board. Also, there are no other financial obligations towards managing directors or members of the board. Remuneration to managing directors are paid by Perenco Holdings.

Expensed remuneration for audit services was \$31k (2021: \$28k).

3. Transactions and balances due from/to associated companies

During the year the Company was charged a total of \$119k from Perenco Holdings in relation to administrative services provided and interest income of \$498k on cash pooling balances with Perenco Petroleum Limited.

As at 31 December 2022, a cash pooling balance of \$18,040k was owed due from Perenco Petroleum Limited (2021: \$23,773) and a balance \$18k was due to Perenco Holdings (2021: receivable of \$0.8k).

Perenco Vietnam AS

Notes to the financial statements Year ended 31 December 2022

4. Property, plant and equipment

| | Pipeline \$'000 |
|---|----------------------------|
| Cost | |
| Balance at 1 January 2022 | 106,693 |
| Additions | - |
| Change in decommissioning cost estimate | (765) |
| Balance at 31 December 2022 | <u>105,928</u> |
| Depreciation | |
| Balance at 1 January 2022 | 73,760 |
| Charge in the year | 3,531 |
| Balance as at 31 December 2022 | <u>77,291</u> |
| Net book value | |
| Balance at 31 December 2022 | <u>28,637</u> |
| Balance at 31 December 2021 | <u>32,933</u> |
| Current year impairment charge | - |
| Economic life | 30 years |
| Amortisation method | Straight-line |

5. Provision for decommissioning cost

| | 2022 \$'000 | 2021 \$'000 |
|--------------------------------------|------------------------|------------------------|
| Provision at 1 January | 3,566 | 3,833 |
| Unwinding of discount | 70 | 52 |
| Change in estimate | (765) | (319) |
| Provision at 31 December 2022 | <u>2,871</u> | <u>3,566</u> |

The unwinding charge is included under decommissioning cost in the income statement.

Perenco Vietnam AS

Notes to the financial statements Year ended 31 December 2022

6. Income tax expense

| | 2022 \$'000 | 2021 \$'000 |
|---|----------------|----------------|
| Specification of income tax expense: | | |
| Profit before taxation | 27,771 | 30,985 |
| Tax payable | 6,236 | 4,712 |
| Changes in deferred tax | (830) | (829) |
| Tax expense | 5,406 | 3,883 |

| | 2022 \$'000 | 2021 \$'000 |
|--|----------------|----------------|
| Specification of current income tax payable: | | |
| This years payable income tax expense Vietnam | 5,147 | 4,732 |
| This years payable income tax expense in UK | 95 | 3 |
| Prepaid tax in Vietnam | (4,854) | (3,653) |
| Prepaid tax in UK | - | - |
| Current income tax payable in the balance sheet | 388 | 1,082 |

Specification of the tax effect of temporary differences and losses carried forward:

| | 2022 \$'000 | | 2021 \$'000 | |
|--|----------------|------------------|----------------|------------------|
| | Benefit | Liability | Benefit | Liability |
| Fixed assets | | 5,727 | | 5,558 |
| Decommissioning | 574 | | 713 | |
| Sum | 574 | 5,727 | 713 | 5,558 |
| Off-balance sheet deferred tax benefits | | | | |
| Net deferred liability in the balance sheet | - | 5,153 | - | 4,845 |

The Company ceased to be tax resident in Norway on 8 March 2012. From 9 March 2012 the Company is tax domiciled in the UK and from 1 January 2014 the Company benefits from the UK overseas branch profits tax exemption. Consequently, the Company's income taxes are mainly linked to Vietnam tax. The income tax rate applied on profit in both 2022 and 2021 was 20%.

Perenco Vietnam AS

Notes to the financial statements Year ended 31 December 2022

7. Share capital and shareholder information

The share capital in the Company at 31 December 2022 consists of the following shares:

| | Number | Nominal amount | Carrying value |
|--------------|---------------|----------------|-------------------|
| Shares | 30,000 | 1,000 | 30,000,000 |
| Total | 30,000 | | 30,000,000 |

Ownership structure

Shareholder as of 31 December 2022:

| | Total shares | Ownership share | Voting share |
|--|--------------|-----------------|--------------|
| <i>Perenco Overseas Holdings Limited</i> | 30,000 | 100% | 100% |

Perenco Vietnam AS is a 100% subsidiary of Perenco Overseas Holdings Limited which is incorporated in the United Kingdom. Perenco Overseas Holdings Limited, a company incorporated in the United Kingdom and registered in England and Wales, is the immediate parent company and the smallest group of undertakings, of which Perenco Vietnam AS is a member, for which group financial statements are prepared. These group financial statements are available by request from Companies House, Crown Way, Cardiff, CF14 3UZ.

Perenco International Limited, a company incorporated in The Bahamas, is the ultimate controlling party and the largest group of undertakings for which group financial statements are prepared and is owned and controlled by the Perrodo family and trusts for their benefit. The financial statements of Perenco International Limited are not available to the public.

8. Equity

| Paid in equity (\$'000) | Share capital | Additional paid in equity | Total paid in equity |
|-------------------------------------|---------------|---------------------------|----------------------|
| Equity at 1 January 2022 | 4,941 | 3,437 | 8,378 |
| Equity at 31 December 2022 | 4,941 | 3,437 | 8,378 |
| Earned equity (\$'000) | | Other equity | Total earned equity |
| Equity at 1 January 2022 | | 13,081 | 13,081 |
| <i>This years change in equity:</i> | | | |
| Profit for the year | | 22,365 | 22,365 |
| Additional Dividend paid | | - | - |
| Proposed dividend | | (20,000) | (20,000) |
| Equity at 31 December 2022 | | 15,446 | 15,446 |

To the General Meeting of Perenco Vietnam AS

INDEPENDENT AUDITOR'S REPORT

Opinion

We have audited the financial statements of Perenco Vietnam AS (the Company), which comprise the balance sheet as at 31 December 2022, the income statement and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Company as at 31 December 2022, and its financial performance and its cash flows for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 as required by relevant laws and regulations in Norway and the International Ethics Standards Board for Accountants' International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), 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.

Other Information

The Board of Directors and the Managing Director (management) are responsible for the information in the Board of Directors' report. The other information comprises information in the annual report, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the information in the Board of Directors' report.

In connection with our audit of the financial statements, our responsibility is to read the Board of Directors' report. The purpose is to consider if there is material inconsistency between the Board of Directors' report and the financial statements or our knowledge obtained in the audit, or whether the Board of Directors' report otherwise appears to be materially misstated. We are required to report if there is a material misstatement in the Board of Directors' report. We have nothing to report in this regard.

Based on our knowledge obtained in the audit, it is our opinion that the Board of Directors' report

- is consistent with the financial statements and
- contains the information required by applicable statutory requirements.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines 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, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern. The financial statements use the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's Responsibilities for the Audit of the Financial Statements

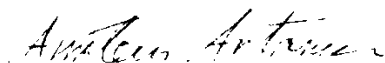
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error. We design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- conclude on the appropriateness of management's use of the going concern basis of accounting, and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves a true and fair view.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Stavanger, 31 July 2023
Deloitte AS



Arnstein Antonsen
State Authorised Public Accountant