

2022  
ANNUAL  
REPORT



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## 4 FINANCIAL INFORMATION 2022

### 4.2.5 CONSOLIDATED CASH FLOW STATEMENT

in millions of US\$	Notes	2022	2021
<b>Cash flow from operating activities</b>			
<b>Profit/(loss) before income tax</b>		<b>660</b>	<b>543</b>
<b>Adjustments to reconcile profit before taxation to net cash flows:</b>			
Depreciation and amortization		85	112
Impairment		105	(23)
Net financing costs		373	302
Share net income of associates and joint ventures		(12)	(110)
Share based compensation		19	27
Net gain on sale of Property, Plant and Equipment		(9)	(1)
(Increase)/Decrease in working capital:			
- (Increase)/Decrease Trade and other receivables		(25)	(139)
- (Increase)/Decrease Contract assets		(3,023)	(1,887)
- (Increase)/Decrease Inventories		(10)	128
- Increase/(Decrease) Trade and other payables		303	13
Increase/(Decrease) Other provisions		142	24
Reimbursement finance lease assets		439	316
Income taxes paid		(96)	(62)
<b>Net cash flows from (used in) operating activities</b>		<b>(1,049)</b>	<b>(755)</b>
<b>Cash flow from investing activities</b>			
Investment in property, plant and equipment		(41)	(14)
Investment in intangible assets	4.3.14	(41)	(47)
Additions to funding loans	4.3.16	(13)	(3)
Redemption of funding loans	4.3.16	27	5
Interest received		9	1
Dividends received from equity-accounted investees		92	43
Proceeds from disposal of property, plant and equipment	4.3.13	34	25
Purchase of interests in equity-accounted investees		(0)	(6)
<b>Net cash flows from (used in) investing activities</b>		<b>67</b>	<b>5</b>
<b>Cash flow from financing activities</b>			
Equity funding from/repayment to non-controlling interests	4.3.30	357	80
Additions to borrowings and loans	4.3.23	1,536	3,765
Repayments of borrowings and lease liabilities	4.3.23	(779)	(1,730)
Dividends paid to shareholders and non-controlling interests		(217)	(292)
Payments from/to non-controlling interests for change in ownership	4.3.30	0	(0)
Share repurchase program		-	(178)
Increase in other non-current financial liabilities		-	52
Interest paid		(252)	(340)
<b>Net cash flows from (used in) financing activities</b>		<b>646</b>	<b>1,359</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>(335)</b>	<b>609</b>
Net cash and cash equivalents as at 1 January		1,021	414
Net increase/(decrease) in net cash and cash equivalents		(335)	609
Foreign currency variations		(3)	(2)
<b>Net cash and cash equivalents as at 31 December</b>		<b>683</b>	<b>1,021</b>

The reconciliation of the net cash and cash equivalents as at December 31, 2022 with the corresponding amounts in the statement of financial position is as follows:

#### Reconciliation of net cash and cash equivalents as at 31 December

in millions of US\$	31 December 2022	31 December 2021
Cash and cash equivalents	683	1,021
<b>Net cash and cash equivalents</b>	<b>683</b>	<b>1,021</b>

### 4.2.6 GENERAL INFORMATION

SBM Offshore N.V. has its registered office in Amsterdam, the Netherlands, and is located at Evert van de Beekstraat 1-77, 1118 CL, Schiphol, the Netherlands. SBM Offshore N.V. is the holding company of a group of international marine technology-oriented companies. The Company globally provides services in the offshore oil and gas industry and new energy sources.

The Company is registered at the Dutch Chamber of Commerce under number 24233482 and is listed on the Euronext Amsterdam stock exchange.

The consolidated financial statements for the year ended December 31, 2022 comprise the financial statements of SBM Offshore N.V., its subsidiaries and interests in associates and joint ventures (together referred to as 'the Company'). They are presented in millions of US dollars, except when otherwise indicated. Figures may not add up due to rounding.

The consolidated financial statements were authorized for issue by the Supervisory Board on February 22, 2023.

### 4.2.7 ACCOUNTING PRINCIPLES

#### A. ACCOUNTING FRAMEWORK

The consolidated financial statements of the Company have been prepared in accordance with, and comply with, International Financial Reporting Standards ('IFRS') and interpretations adopted by the European Union, which were effective for the financial year beginning January 1, 2022 and also comply with the financial reporting requirements included in Part 9 of Book 2 of the Dutch Civil Code.

The Company financial statements included in section 4.4 are part of the 2022 financial statements of SBM Offshore N.V.

#### NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS APPLICABLE AS OF JANUARY 1, 2022

The Company has adopted the following new standards as of January 1, 2022:

- Amendments to IFRS 3 – 'Reference to the Conceptual Framework for Financial Reporting';
- Amendments to IAS 16 – 'Property, Plant and Equipment - Proceeds before Intended Use';
- Amendments to IAS 37 – 'Onerous Contracts - Cost of Fulfilling a Contract'; and
- Annual Improvements to IFRS Standards 2018-2020 (IFRS 1, IFRS 9 and IAS 41)

#### Reference to the Conceptual Framework – Amendments to IFRS 3

The amendments replace a reference to a previous version of the IASB's Conceptual Framework with a reference to the current version issued in March 2018 without significantly changing its requirements. The amendments add an exception to the recognition principle of IFRS 3 Business Combinations to avoid the issue of potential 'day 2' gains or losses arising for liabilities and contingent liabilities that would be within the scope of IAS 37 Provisions, Contingent Liabilities and Contingent Assets or IFRIC 21 Levies, if incurred separately. The exception requires entities to apply the criteria in IAS 37 or IFRIC 21, respectively, instead of the Conceptual Framework, to determine whether a present obligation exists at the acquisition date. The amendments also add a new paragraph to IFRS 3 to clarify that contingent assets do not qualify for recognition at the acquisition date.

These amendments had no impact on the consolidated financial statements of the Company as there were no transaction falling within IFRS 3 during the 2022 financial period.