

2022 ANNUAL REPORT



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4 FINANCIAL INFORMATION 2022

RIGHT-OF-USE ASSETS

As of December 31, 2022, the Company leases buildings and cars. The movement of the right-of-use assets during the year 2022 is summarized as follows:

2022

	Buildings	Other fixed assets	Total
Book value at 1 January	44	1	45
Additions	12	1	13
Disposals	-	(0)	(0)
Depreciation	(14)	(1)	(15)
Impairment	-	-	-
Foreign currency variations	(2)	(0)	(2)
Other movements	(1)	(0)	(1)
Total movements	(5)	0	(4)
Cost	72	3	75
Accumulated depreciation and impairment	(33)	(2)	(35)
Book value at 31 December	39	1	40

2021

	Buildings	Other fixed assets	Total
Book value at 1 January	52	1	52
Additions	9	1	10
Disposals	(1)	0	(1)
Depreciation	(12)	(1)	(12)
(Impairment)/impairment reversal	(0)	-	(0)
Foreign currency variations	(3)	(0)	(3)
Other movements	(1)	-	(1)
Total movements	(8)	0	(8)
Cost	86	2	88
Accumulated depreciation and impairment	(42)	(1)	(43)
Book value at 31 December	44	1	45

During the year 2022, the main movements regarding right-of-use assets related to US\$15 million of depreciation charges partially offset by the lease of additional office space in Brazil and Guyana.

Office leases

Significant contracts under buildings relate to the lease of offices. The remaining contract periods of the Company's office rentals vary between one and ten years and most of the contracts include extension options between three and five years. The extension options have been taken into account in the measurement of lease liabilities when the Company is reasonably certain to exercise these options. The lease agreements do not impose any covenants.

OPERATING LEASES AS A LESSOR

The category 'Vessels and floating equipment' mainly relates to facilities leased to third parties under various operating lease agreements which terminate between 2025 and 2031. Leased facilities included in the 'Vessels and floating equipment' amount to:

Leased facilities included in the vessels and floating equipment

	31 December 2022	31 December 2021
Cost	1,813	1,741
Accumulated depreciation and impairment	(1,596)	(1,447)
Book value at 31 December	217	294

As of December 31, 2022, the units included under leased facilities are *FPSO Cidade de Anchieta* and the semi-submersible production facility *Thunder Hawk*. The book value of the leased facilities included in the vessels and floating equipment has decreased by US\$77 million, mainly due to the impairment on asset *FPSO Cidade de Anchieta*.

The nominal values of the future expected bareboat receipts (undiscounted lease payments) in respect of the remaining operating lease contracts are:

Nominal values of the future expected bareboat receipts

	31 December 2022	31 December 2021
Within 1 year	113	146
2 years	111	109
3 years	104	107
4 years	91	100
5 years	91	90
After 5 years	306	313
Total	816	865

A number of agreements have extension options, which have not been included in the above table.

Outstanding purchase and termination options in operating lease contracts

The operating lease contract of semi-submersible *Thunder Hawk* includes a call option for the client to purchase the underlying asset. The exercise of this call option would have resulted in a gain for the Company as at December 31, 2022.

4.3.14 INTANGIBLE ASSETS

2022

	Development costs	Software	Intangible assets under construction	Patents	Total
Cost	34	25	67	19	145
Accumulated amortization and impairment	(25)	(15)	-	(19)	(59)
Book value at 1 January	9	11	67	0	86
Additions	4	3	34	-	41
Amortization	(3)	(4)	-	-	(7)
(Impairment)/impairment reversal	-	(2)	-	-	(2)
Total movements	1	(3)	34	-	31
Cost	38	28	100	19	185
Accumulated amortization and impairment	(29)	(20)	-	(19)	(68)
Book value at 31 December	9	8	100	0	117

2021

	Development costs	Software	Intangible assets under construction	Patents	Total
Cost	29	24	31	19	103
Accumulated amortization and impairment	(20)	(14)	-	(19)	(54)
Book value at 1 January	8	10	31	0	50
Additions	5	4	36	-	46
Amortization	(5)	(4)	-	-	(9)
Total movements	0	(0)	35	-	36
Cost	34	25	67	19	145
Accumulated amortization and impairment	(25)	(15)	-	(19)	(59)
Book value at 31 December	9	11	67	0	86