

Remora ASA - Q3 2006

Business activities

Market activities

The market has responded positively to the current HiLoad development and the response from potential clients is increasing.

The company is actively pursuing several possible projects globally.

In early October a bid was delivered to a company in USA for a HiLoad unit. Several other interesting projects opportunities exist, and are currently being evaluated by the company.

Construction of HiLoad DP #1

Detailed engineering performed by Grenland Group is currently ongoing. The detailed engineering commenced on August 1st.

Grenland Group has manned the detail engineering project team with experienced personnel according to the contractual obligation between the parties.

Purchase of critical long lead items are ongoing, with secured contracts for thrusters and main diesel engines. Both contracts were secured within budget and expected date of delivery. Next long lead item contracts expected to be closed is the reel hose and DP/control systems.

The familiarization process with Vetco Aibel has started, slightly before schedule. This early start will allow for an improved takeover of drawings etc. from Grenland Group to Vetco Aibel, scheduled in Q1-2007.

Financial performance

The numbers for Remora ASA as per end of Q3 -2006 are presented below.

All figures are presented in MNOK. The accounts are not audited.

Income statement	30.09.2006	30.09.2005
Operating income	1,6	5,6
Operating expenses	8,4	6,6
Net operating loss	-6,8	-1,0
Net financial items	2,3	-0,9
Net loss before tax	-4,5	-1,9

Balance Sheet	30.09.2006	30.09.2005
Intangible assets	23,7	22,7
Fixed assets	0,6	0,1
Shares and other assets	1,1	0,0
Ongoing projects	0,6	0,0
Other current assets	2,8	3,3
Cash and bank	380,8	2,6
Total assets	409,5	28,7
Total equity	407,4	13,0
Other current liabilities	2,1	15,7
Total equity and liabilities	409,5	28,7

Balance sheet

The equity is in Q3 – 2006 increased based on the share issue amount, adjusted for cost directly related to the share issue, such as fees to advisors.

Booked value on “Ongoing projects” is the value of performed work, mostly engineering hours, related to the construction of HiLoad DP #1. The construction cost will materialize under this item in the accounts until the project is finalized.

Income statement

Operating income for both years represents revenues generated from paid studies related to the HiLoad technology.

Operating expenses are related to project costs and other administrative costs for running the company, except for those directly related to the HiLoad DP #1 project.

Cash flow

Main cash flow out of the company for the next months will be related to the HiLoad DP #1 together with ordinary administrative costs.

Investor relations:

The 20 largest shareowners (registered in VPS per September 30th 2006) are:

Shares	Ownership %	Name	Country
2 000 000	21,26 %	UBS AG, LONDON BRANC S/A	GBR
1 200 000	12,75 %	HITEC INDUSTRIES PORTFOLIO KS	NOR
969 995	10,31 %	HILOAD HOLDING AS	NOR
960 000	10,20 %	SVENSKA HANDELSBANKEN	SWE
540 000	5,74 %	SKEIE GROUP AS	NOR
540 000	5,74 %	SKAGEN VEKST	NOR
500 000	5,31 %	KONGSBERG GRUPPEN AS	NOR
500 000	5,31 %	STYRBJØRN AS	NOR
429 072	4,56 %	GOLDMAN SACHS INTERN EQUITY	GBR
332 000	3,53 %	MORGAN STANLEY CLIENT EQUITY ACCOUNT	GBR
250 000	2,66 %	CONSAFE INVEST AB	SWE
205 000	2,18 %	PACTUM AS	NOR
155 700	1,65 %	DET STAVANGERSKE DAMPSKIBSSELSKAP	NOR
150 000	1,59 %	JCE GROUP AB	SWE
126 000	1,34 %	MP PENSJON	NOR
110 928	1,18 %	STATE STREET BANK CLIENT ACCOUNT	USA
100 000	1,06 %	ODIN OFFSHORE, ODIN FORVALTNING AS	NOR
45 000	0,48 %	BD TRADING AS	NOR
44 000	0,47 %	DAHLE, BJØRN	NOR
35 000	0,37 %	ISINVEST AS	NOR
9 192 695	97,70 %		

Per. 30th September the last registered share price is NOK 62,5 per share, an increase of 25 % from the share price at the fund rising in June.

Shares owned by the Board of Directors:

- Jon Gjedebo, owns 513 000 shares through Naust AS and Styrbjørn AS. In addition he holds the majority of shares in Hitec Industries, who in turn owns 87,5 % of HiLoad Holding AS.
- Frode S. Berg, 0 shares.
- John Smith, 11 500 shares through Smiths Holding.
- Yuhong Hermansen, owns 84 576 shares through Det Stavangerske Dampskibsselskap and 1 500 shares directly.