

CONSOLIDATED INTERIM FINANCIAL STATEMENT

Q4 – 2007

CONSOLIDATED INTERIM INCOME STATEMENT

(In USD 1 000 unless otherwise noted - unaudited)

| | Full year 2007 | 4th Quarter 2007 |
|---|-----------------------|-------------------------|
| Revenues | 0 | 0 |
| Project related cost | 0 | 0 |
| Gross Margin | 0 | 0 |
| Salaries, social securities and pensions | | |
| SG&A | -1 421 | -1 048 |
| Depreciation | | 0 |
| Other (losses)/gains - net | 636 | 484 |
| Operating profit | -786 | -565 |
| Interest income | 2 248 | 728 |
| Interest expense | -64 | -64 |
| Net foreign exchange gain/loss | -233 | -527 |
| Other financial items | -48 | -9 |
| Net financial items | 1 903 | 128 |
| Profit before income tax | 1 117 | -437 |
| Income tax expense | 0 | 0 |
| Net profit for the period | 1 117 | -437 |
| Attributable to shareholders of the Company | 1 117 | -437 |

Note: Interest expenses related to senior secured bond and interest income from the related escrow account has been capitalised net as part of the carrying amount of the Vessel.

CONSOLIDATED INTERIM BALANCE SHEET

(In USD 1 000 unless otherwise noted - unaudited)

| | Note | <u>31. Dec., 07</u> | <u>5. January, 07</u> |
|--|------|---------------------|-----------------------|
| ASSETS | | | |
| Non-current assets | | | |
| Intangible assets | | 1 106 | 0 |
| Vessels and other assets | | 53 041 | 0 |
| Derivative financial instruments | | 2 087 | 0 |
| Non-current restricted cash | | 34 387 | 0 |
| Total non-current assets | | <u>90 621</u> | <u>0</u> |
| Current assets | | | |
| Derivative financial instruments | | 478 | 0 |
| Other current assets | | 4 | 0 |
| Current restricted cash | | 63 600 | 0 |
| Cash and cash equivalents | | 65 044 | 20 |
| Total current assets | | <u>129 126</u> | <u>20</u> |
| Total assets | | <u>219 746</u> | <u>20</u> |
| EQUITY | | | |
| Share capital | | 4 656 | 16 |
| Share premium reserve | | 99 461 | 0 |
| Other equity | | -2 472 | 0 |
| Total equity | | <u>101 645</u> | <u>16</u> |
| LIABILITIES | | | |
| Non-current liabilities | | | |
| Long-term borrowings | | 111 651 | 0 |
| Other non-interest bearing debt and provisions | | 3 472 | 0 |
| Total non-current liabilities | | <u>115 123</u> | <u>0</u> |
| Current liabilities | | | |
| Trade and other payables | | 32 | 0 |
| Current income tax liabilities | | 0 | 0 |
| Other non-interest bearing debt | | 70 | 0 |
| Provisions for other charges and liabilities | | 2 876 | 4 |
| Liabilities classified as held for sale | | 0 | 0 |
| Total current liabilities | | <u>2 978</u> | <u>4</u> |
| Total liabilities | | <u>118 101</u> | <u>4</u> |
| Total equity and liabilities | | <u>219 746</u> | <u>20</u> |

CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

(In USD 1 000 unless otherwise noted)

| | Number of shares | Par value | | Share capital | Share premium | Other equity | Total equity |
|---|-------------------|-----------|--|---------------|---------------|---------------|----------------|
| | | NOK | | | | | |
| At 5 January 2007 | | | | | | | |
| Proceeds from shares issued 5 January 2007 | 100 | 1 | | 16 | | | 16 |
| Proceeds from shares issued 2 May 2007 | 900 | 1 | | 151 | | | 151 |
| Share split 7 May 2007 | 1 999 000 | 0,5 | | | | | |
| Proceed from shares issued 24 May 2007 (Private placement) | 54 000 000 | 0,5 | | 4 487 | 103 199 | | 107 686 |
| Transaction cost related to the issuance of share capital | | | | | -3 738 | | -3 738 |
| Deemed dividend | | | | | | -2 299 | -2 299 |
| Issuance of warrants to the founding shareholders | | | | | | -1 288 | -1 288 |
| Net profit | | | | | | 1 117 | 1 117 |
| At 31 December 2007 | 56 000 000 | | | 4 654 | 99 461 | -2 470 | 101 645 |

CONSOLIDATED CASH FLOW STATEMENT

(In USD 1 000 unless otherwise noted)

| | Full Year 2007 | 4 th Quarter 2007 |
|---|-------------------|---------------------------------|
| Net profit before tax | 1 117 | -437 |
| Changes in fair value | -636 | -484 |
| Working capital adjustments | | |
| Changes in fair value of financial assets | -2 565 | -1 111 |
| Changes in fair value of financial liabilities | 3 542 | 2 088 |
| Change in other current assets | -4 | 48 |
| Changes in other current liabilities and accruals | 2 908 | -3 077 |
| Net cash flow from operations | 4 362 | -2 973 |
| Increase in restricted cash | -97 987 | 16 012 |
| Investment in operating fixed assets | -48 549 | -17 793 |
| Investment in intangible assets | -1 106 | -15 |
| Net cash flow from investing activities | -147 642 | -1 796 |
| Deemed dividend | -2 299 | 0 |
| Issue of warrants | -1 136 | 0 |
| New long-term borrowings | 115 000 | 2 831 |
| Paid interest | -4 355 | -4 361 |
| Transaction cost - borrowings | -2 913 | -457 |
| Paid in equity | 104 027 | 0 |
| Private placement | | 0 |
| Net cash flow from financing activities | 208 324 | -1 987 |
| Net changes in cash during period | 65 044 | -6 756 |
| Cash at beginning of period | 0 | 71 800 |
| Cash at end of period | 65 044 | 65 044 |
| Change | 65 044 | -6 756 |

Accounting policies

Nordic Heavy Lift ASA (“the Company” or “NHLI”) is a public limited liability company incorporated and domiciled in Norway. The principal activity of the Company and its subsidiary is to construct and subsequently operate a 5,000 tonne crane vessel earmarked for worldwide operations mainly aimed at the offshore oil and gas industry.

The Company's shares are registered for trading on the OTC list in Oslo, Norway.

This consolidated interim financial information for the 4th Quarter, 2007 has been prepared in accordance with IAS 34, “Interim financial reporting”. The consolidated interim financial report should be read in conjunction with the Interim Consolidated Financial Statement presented for 3rd Quarter, 2007 prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the EU as they provide an update of previously reported information.

The consolidated interim financial information was approved by the Company's Board of Directors for issue on 22 January, 2008.

The preparation of consolidated interim financial statements in accordance with generally accepted accounting principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities, as well as disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Management has principally made estimates and assumptions in respect to fair values of financial instruments and provision for liabilities.

The accounting policies applied and the presentation of the consolidated interim financial information is consistent with the consolidated financial statement prepared per the 3rd Quarter, 2007, which were set up in accordance with IFRS 1 – first time adoption of IFRS.

Management has assessed that in their opinion there are no new IFRS accounting standards, amendments and interpretations to standards that are relevant to the Company with respect to the consolidated financial reported.