



SEVAN MARINE AS

REPORT

FIRST QUARTER 2004



REPORT FIRST QUARTER 2004

The Company will report results on a quarterly basis. This report as at Q1, 2004, will be in a condensed format. A more extensive reporting will start as from Q2.

Revenues and results

Operating revenues came to NOK 868.000 as compared to NOK 882.000 in the same period last year. The revenues were related to various consulting work.

Operating income came to minus NOK 3.1 million as compared to minus NOK 2.2 million in 2003. Operating cost has increased due to increased travel costs and employment of new engineers during first quarter.

Net result before tax came to minus NOK 3.1 million as compared to NOK 2.2 million in the same period last year.

Balance sheet

During first quarter, the Company completed a private placement of NOK 18 million gross. The private placement of NOK 143 million which was completed in April, is included in the balance sheet as of April 30, 2004, which was submitted to the shareholders in connection with the conversion into ASA-company.

Operations

Operations in first quarter were mainly focused on negotiating the construction contract with the yard as well as client related activities.

Tananger, June 8, 2004
The Board of Directors
Sevan Marine AS

SEVAN MARINE AS

BALANCE SHEET AS OF 31.03.2004

PARENT COMPANY			GROUP	
31.03.2003	31.03.2004		31.03.2004	31.03.2003
		ASSETS		
		<i>Fixed assets</i>		
		<i>Intangible fixed assets</i>		
4 663 804	6 525 571	Deferred tax assets	6 525 571	4 663 804
4 663 804	6 525 571	Total intangible assets	6 525 571	4 663 804
		<i>Business assets</i>		
0	4 086 666	SSP 300	4 086 666	0
227 775	345 460	Machines, fixtures, fittings	800 104	653 556
227 775	4 432 126	Total business assets	4 886 770	653 556
		<i>Fixed asset investments</i>		
6 185 837	9 365 790	Investment in subsidiaries	0	0
6 185 837	9 365 790	Total fixed asset investments	0	0
11 077 416	20 323 487	Total fixed assets	11 412 341	5 317 360
		<i>Current assets</i>		
		<i>Receivables</i>		
0	0	Accounts receivable from customers	817 019	560 618
5 083 893	5 192 789	Other receivables	5 228 671	5 095 732
683 353	220 854	Intercompany balances	0	0
5 767 246	5 413 643	Total receivables	6 045 690	5 656 350
6 749 679	15 250 177	Cash at bank	15 871 681	7 767 103
12 516 925	20 663 820	Total current assets	21 917 371	13 423 453
23 594 341	40 987 307	TOTAL ASSETS	33 329 712	18 740 813

SEVAN MARINE AS

BALANCE SHEET AS OF 31.03.2004

PARENT COMPANY			GROUP	
31.03.2003	31.03.2004		31.03.2004	31.03.2003
		EQUITY AND LIABILITIES		
		<i>Equity</i>		
		<i>Called-up and fully paid equity</i>		
3 897 567	4 883 868	Share capital (19.487.835 shares a NOK 0,20)	4 883 868	3 897 567
<u>18 644 080</u>	<u>29 438 166</u>	Share premium account	<u>20 958 415</u>	<u>13 300 326</u>
<u>22 541 647</u>	<u>34 322 034</u>	Total called-up and fully paid equity	<u>25 842 283</u>	<u>17 197 893</u>
		<i>Retained earnings</i>		
<u>0</u>	<u>0</u>	Other reserves	<u>0</u>	<u>0</u>
<u>0</u>	<u>0</u>	Total retained earnings	<u>0</u>	<u>0</u>
<u>22 541 647</u>	<u>34 322 034</u>	Total equity	<u>25 842 283</u>	<u>17 197 893</u>
		<i>Liabilities</i>		
		<i>Current liabilities</i>		
0	0	Overdraft facilities	0	0
225 683	5 964 537	Accounts payable to suppliers	6 181 696	555 302
0	0	Tax payable	0	0
275 999	244 498	Unpaid government charges and special taxes	274 600	275 999
0	0	Intercompany balances	0	0
<u>551 012</u>	<u>456 238</u>	Other current liabilities	<u>1 031 133</u>	<u>711 619</u>
<u>1 052 694</u>	<u>6 665 273</u>	Total current liabilities	<u>7 487 429</u>	<u>1 542 920</u>
<u>23 594 341</u>	<u>40 987 307</u>	TOTAL EQUITY AND LIABILITIES	<u>33 329 712</u>	<u>18 740 813</u>

Tananger, 28. mai 2004

Arne Smedal
Board member
Sign.

Jan Erik Tveteraas
Board member
Man. Dir. Sign.

Kåre Syvertsen
Board member
Sign.

Jean-Philippe Flament
Board member
Sign.

SEVAN MARINE AS

PROFIT AND LOSS ACCOUNT AS OF 31.03.2004

PARENT COMPANY			GROUP	
31.03.2003	31.03.2004		31.03.2004	31.03.2003
		OPERATING REVENUES AND EXPENSES		
0	0	Operating revenues	868 519	882 541
0	0	Raw materials and goods	0	0
-1 084 305	-1 314 721	Wages and salaries	-1 875 436	-1 483 197
-18 305	-25 902	Ordinary depreciations	-47 973	-36 018
-773 234	-1 360 230	Other operating revenues	-2 164 320	-1 654 935
-1 875 844	-2 700 853	Total operating revenues	-4 087 729	-3 174 150
-1 875 844	-2 700 853	OPERATING PROFIT / LOSS	-3 219 210	-2 291 609
		FINANCIAL INCOME AND EXPENSES		
65 313	55 680	Interest income	56 807	67 386
0	0	Group contribution	0	0
0	0	Other financial income	24 147	45 219
-46 945	-2 404	Interest expenses	-7 601	-52 080
0		Interest expenses to group undertakings	0	0
-1 791	-230	Other financial expenses	-230	-1 791
16 577	53 046	PROFIT ON FINANCIAL ITEMS	73 123	58 734
-1 859 267	-2 647 807	PROFIT/LOSS ON ORDINARY ACTIVITIES BEFORE TAX	-3 146 087	-2 232 875
0		Tax on profit/loss on ordinary interests	0	0
-1 859 267	-2 647 807	RETAINED PROFIT/LOSS FOR THE YEAR	-3 146 087	-2 232 875
		TRANSFERS		
-1 859 267	-2 647 807	Transferred from the share premium reserve		
-1 859 267	-2 647 807	TOTAL		