



**OFFSHORE**

ENERGY. COMMITTED.

# ANNUAL REPORT 2021

## 4 FINANCIAL INFORMATION 2021

### BANK GUARANTEES

As of December 31, 2021, the Company has provided bank guarantees to unrelated third parties for an amount of US\$348million (2020: US\$570 million). No liability is expected to arise under these guarantees.

The Company holds in its favor US\$599 million of bank guarantees from unrelated third parties. No withdrawal under these guarantees is expected to occur.

### COMMITMENTS

As at December 31, 2021, the remaining contractual commitments for acquisition of intangible assets, property, plant and equipment and investment in leases amounted to US\$1,600 million (December 31, 2020: US\$990million). Investment commitments have increased principally due to the progress made on the construction of the *Liza Unity* (FPSO), *Prosperity* (FPSO), *FPSO Sepetiba*, *FPSO Alexandre de Gusmão*, *FPSO Almirante Tamandaré* and limited scope award of the FPSO for the Yellowtail development project.

### CONTINGENT LIABILITY

Following the close out of the legacy issue in Switzerland, there are no remaining identified contingent liabilities. Refer to section 4.3.1 Financial highlights for further information on the close out of the legacy issue in Switzerland.

## 4.3.28 FINANCIAL INSTRUMENTS – FAIR VALUES AND RISK MANAGEMENT

This note presents information about the Company's exposure to risk resulting from its use of financial instruments, the Company's objectives, policies and processes for measuring and managing risk, and the Company's management of capital. Further qualitative disclosures are included throughout these consolidated financial statements.

### ACCOUNTING CLASSIFICATIONS AND FAIR VALUES

The Company uses the following fair value hierarchy for financial instruments that are measured at fair value in the statement of financial position, which require disclosure of fair value measurements by level:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1);
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2);
- Inputs for the asset or liability that are not based on observable market data (that is unobservable inputs) (Level 3).

The following table shows the carrying amounts and fair values of financial assets and financial liabilities, including their levels in the fair value hierarchy. It does not include fair value information for financial assets and financial liabilities not measured at fair value if the carrying amount is a reasonable approximation of fair value.

#### Accounting classification and fair values

			31 December 2021		31 December 2020	
	Notes	Fair value level	Total book value	Total fair value	Total book value	Total fair value
<b>Financial assets measured at amortized cost</b>						
Finance lease receivables	4.3.15	3	6,182	6,586	6,488	7,223
Demobilization receivables	4.3.16	3	-	-	-	-
Loans to joint ventures and associates	4.3.16	3	51	49	46	43
<b>Total</b>			<b>6,233</b>	<b>6,635</b>	<b>6,534</b>	<b>7,265</b>
<b>Financial liabilities measured at amortized cost</b>						
US\$ project finance facilities drawn	4.3.24	2	7,850	7,825	5,620	5,669
Revolving credit facility/Bilateral credit facilities	4.3.24	2	-	-	-	-
Lease liabilities		3	56	56	71	71
Other debt	4.3.24	2	2	2	1	1
<b>Total</b>			<b>7,908</b>	<b>7,883</b>	<b>5,692</b>	<b>5,741</b>