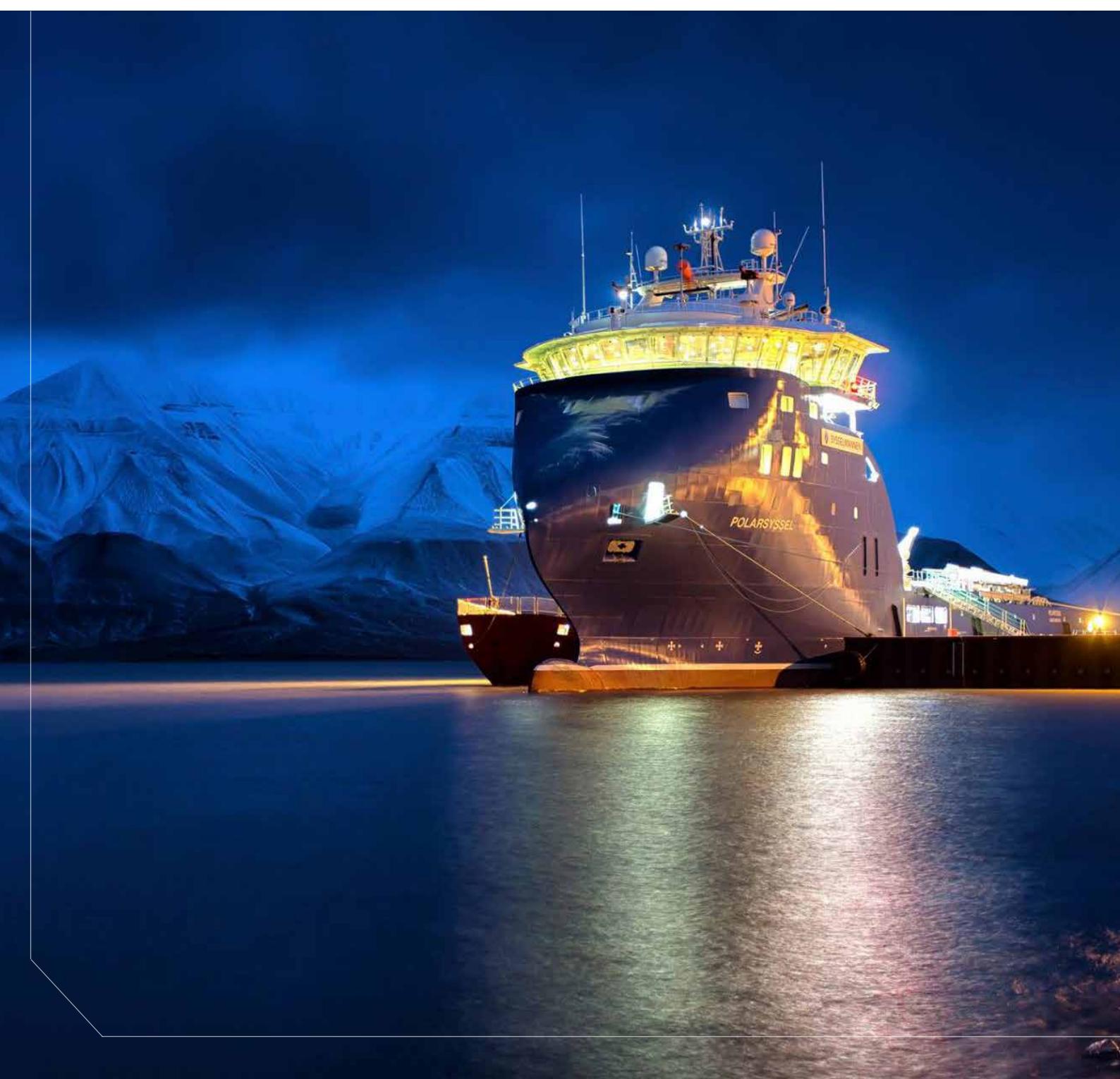




HAVYARD GROUP ASA

THIRD QUARTER RESULTS 2014





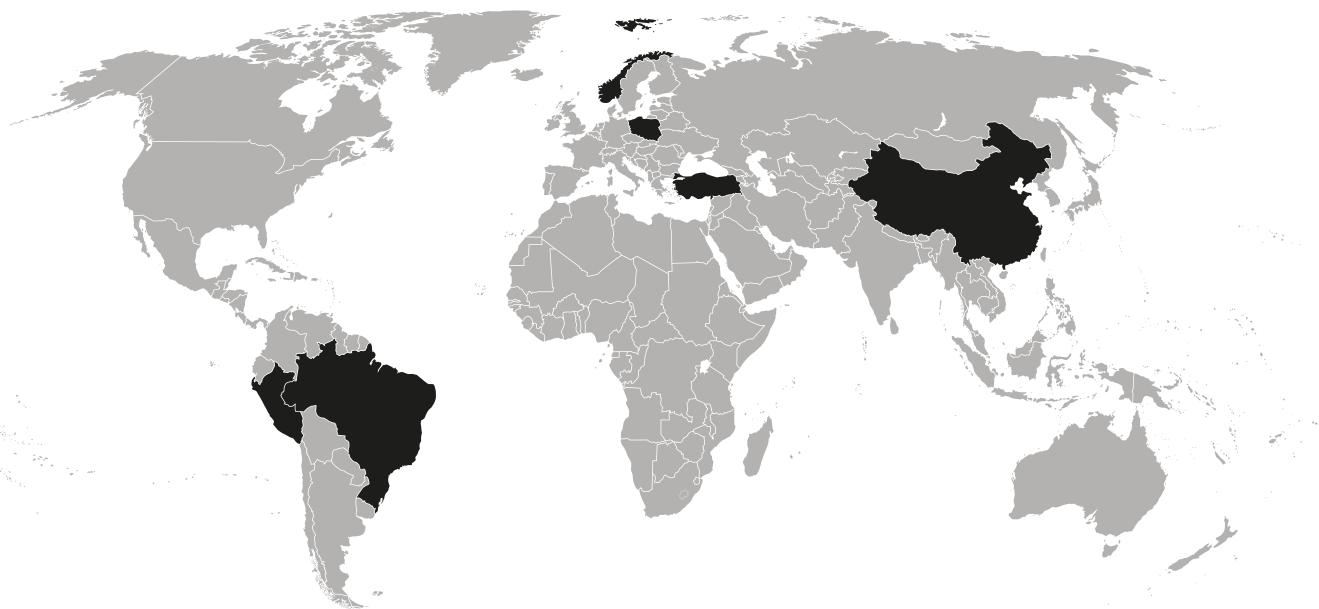
HAVYARD GROUP IN GENERAL



HAVYARD GROUP ASA is a fully integrated Ship Technology company and delivers products and services within the complete value chain from vessel design to support of vessels in operation. We focus on having the best competence within all the vital segments of the value chain.

Our vision is Improving Life At Sea and the motivation for our employees is to add value to and improve the situation for all who use our products.

Havyard Group delivers ship designs, ship equipment and construction of advanced vessels for offshore oil production, fishing and fish farming for shipyards and shipowners worldwide.

**HAVYARD GROUP ASA**

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6092 Fosnavåg, Norway

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DESIGN & SOLUTIONS

HAVYARD DESIGN & SOLUTIONS AS, dep. Fosnavåg
HAVYARD DESIGN & SOLUTIONS AS, dep. Stavanger
HAVYARD DESIGN & ENGINEERING Poland
HAVYARD DESIGN & ENGINEERING Rijeka d.o.o
HAVYARD South America Itda.
HAVYARD China

SHIP TECHNOLOGY

HAVYARD SHIP TECHNOLOGY AS, dep. Fosnavåg
HAVYARD SHIP TECHNOLOGY AS, dep. Leirvik
HAVYARD SHIP TECHNOLOGY AS, dep. Turkey

POWER & SYSTEMS

HAVYARD POWER & SYSTEMS AS, dep. Ålesund
HAVYARD PRODUCTION & SERVICE Sp. z o.o.

FISH HANDLING & REFRIGERATION

HAVYARD MMC FISH HANDLING AS, dep. Fosnavåg
HAVYARD MMC REFRIGERATION AS dep. Vigra
HAVYARD MMC REFRIGERATION AS dep. Tromsø
HAVYARD MMC REFRIGERATION AS dep. Haugesund
MMC GREEN TECHNOLOGY AS
MMC Peru Sac



HIGHLIGHTS

- Delivery of newbuild no. 120, a Havyard 832 Wave Edition with new bow design and twin skeg for increased stability
 - The design delivers up to all expectations, and this is an important milestone for extensive R&D investments in the Havyard Group
- A breakthrough contract for delivery of design and equipment packages of four Havyard 843 Anchor handling tug ships to the Brazilian shipping company and ship yard group Grupo CBO
 - First contract in Brazil for Havyard
- New administration building in Leirvik finished
- Dividend of NOK 2.68 pr. share paid out
 - Direct return of approx. 9 %
- EBIT-margin of 3.5 % for first three quarters of 2014
- Adjusted for IPO cost, the EBIT-margin is 4.4 %
- Design and production of prototype vessels in offshore, fishing vessel and live-fish carrier market
 - Lower margins to introduce the designs to the markets
 - A part of a diversification strategy to increase the Groups long term competitiveness
- The EBIT-margin are still negatively influenced by the fish and live fish-carrier segments
 - Substantial start-up challenges in the live fish-carrier segment
 - Havyard have confidence that the fish and live fish-carrier segments will have a positive development and profitability going forward, and this is still a priority area of the Group

OUTLOOK

- Positive market outlook for subsea and arctic vessels
- Diversified customer base, both geographically and on different segments
- Strong foothold in diversified markets
 - Nigerian offshore market
 - Windmill support
 - Arctic
- Control of orders and production for the fishing and aquaculture market is still key for short term performance
- Quarterly dividends of 50-75 % of the earnings as stated in dividend policy

SUBSEQUENT EVENTS

- Dividend of NOK 0.45 per share approved by the Board of Directors, expected payment in December





NEW HAVYARD WAVE EDITION DESIGN







FINANCIAL SUMMARY

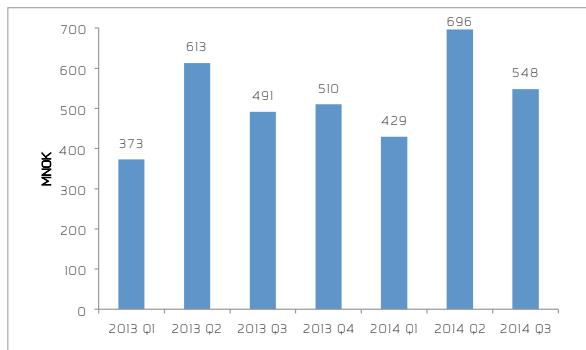
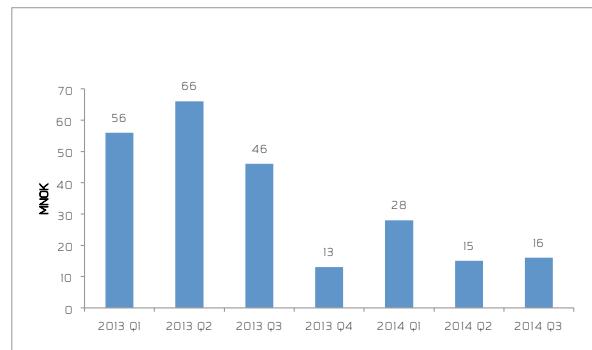
Financial result Havyard Group

| MNOK | Q3-14 YTD | Q3-13 YTD | Q3-14 | Q3-13 | 2013 |
|----------------------|-----------------|-----------|-------|-------|-------|
| Operating revenues | 1 673 | 1 507 | 548 | 491 | 1 987 |
| Cost of sales | 1 172 | 1 014 | 384 | 345 | 1 352 |
| Payroll expences | 298 | 225 | 100 | 70 | 312 |
| Other operating exp. | 127 | 87 | 42 | 25 | 124 |
| Operating expences | 1 597 | 1 326 | 526 | 440 | 1 788 |
| EBITDA | 76 | 181 | 22 | 51 | 199 |
| Depreciation | 17 | 13 | 6 | 5 | 18 |
| EBIT | 59 ¹ | 168 | 16 | 46 | 181 |
| Net financial | 1 | 5 | 1 | 3 | 9 |
| Profit before tax | 60 | 173 | 17 | 49 | 190 |

¹The EBIT for 2014 includes cost for the IPO of approx. NOK 15 million

Group Key Figures

| | 2014 YTD | 2013 YTD | 2014 Q3 | 2013 Q3 | 2013 |
|--------------------|--------------------|----------|---------|---------|-------|
| Operating revenue | 1 673 | 1 507 | 548 | 491 | 1 987 |
| EBITDA | 76 | 181 | 22 | 51 | 199 |
| EBIT | 59 ² | 168 | 16 | 46 | 181 |
| EBIT-margin | 3.5 % ³ | 11.1 % | 3.0 % | 9.4 % | 9.1 % |
| Profit before tax | 60 | 173 | 17 | 49 | 190 |
| Earnings per share | 1.90 | 5.68 | 0.63 | 1.60 | 6.13 |
| NIBD | 64 | 86 | 64 | 86 | 8 |
| Working Capital | 164 | 193 | 164 | 193 | 102 |

Operating revenue**EBIT**

²The EBIT for 2014 includes cost for the IPO of approx. NOK 15 million

³Adjusted EBIT-margin excluding the IPO costs is 4.4 % for YTD



INCOME STATEMENT

The operating revenue for the Group in the third quarter of 2014 was NOK 548.0 million, compared to NOK 491.5 million in the corresponding period of 2013. The increase is mainly due to increased activity at the yard in Leirvik. There have been four vessels for outfitting in the third quarter 2014. The operating revenue for the first three quarters of 2014 was NOK 1,673.4 million, compared to NOK 1,507.3 million in the corresponding period in 2013.

For the third quarter of 2014, the Group recorded earnings before interest and tax (EBIT) of NOK 16.3 million, while the EBIT for the third quarter of 2013 was NOK 46.3 million. This corresponded to an EBIT margin of 3.0 % in the third quarter of 2014 compared to 9.4 % in the third quarter of 2013. The EBIT for the three first quarters of 2014 was NOK 59.1 million compared to NOK 167.8 million in the first three quarters of 2013. The corresponding margins were 3.5 % in 2014 and 11.1 % in 2013.

Margins were affected negatively, in particular for the Ship Technology division, by a higher than normal portion of the activity being related to construction of vessels with new designs, which typically have higher costs than repeat construction of existing and well-known designs. Some of the contracts executed had also been entered into in a more challenging market environment and had lower margins as effect thereof.

The income statement for the three first quarters of 2014 is negative influenced by costs regarding the Initial Public Offering (IPO). These costs include fees to the facilitators, fees to Oslo Børs, legal costs and costs to consultants. Total costs in the first half of 2014 related to the IPO are approximately NOK 15 million. The EBIT-margin for the Group excluding the IPO costs is 4.4 %.

FINANCIAL POSITION

The total assets in the Group have increased from NOK 1,532.5 million to NOK 1,967.5 million from the year end 2013 to the second quarter in 2014. The increase is mainly due to increased activity at the balance date which gives higher amount of work in progress and construction loans.

The total equity has decreased from NOK 668.4 million to NOK 623.5 million due to total dividend of NOK 85 million and reduction in minority interest as a result of the purchase of the remaining shares in Havyard Fish Handling & Refrigeration. The equity ratio has decreased from 44 % in the end of 2013 to 32 % in the third quarter of 2014 mainly due to the increase in total assets and the dividends.

Investments in financial assets and investments in associates decreased from NOK 289.4 million to NOK 262.4 million, mainly reflecting the sale of the Groups share in Forland Subsea AS in Q2 2014.

Current assets have increased from NOK 803.5 million in the end of 2013 to NOK 1,235.3 million in the third quarter of 2014. The reason is higher activity at the ship yard, and thereby higher amount of work in progress in the balance sheet.

Total liabilities are NOK 1,344.0 million in the third quarter of 2014, compared to NOK 864.1 million in 2013. The main reason for the increase is higher construction loans following increased activity.

CASH FLOW

Aggregate cash flow from operating activities is negative with NOK 87.5 million in the first three quarters of 2014, compared to a positive cash flow of NOK 188.2 million in the corresponding period of 2013. The reason for the reduction is mainly that for several of the projects under construction in the first three quarters of 2014, the prepayments have been received in previous periods but the main parts of the work has been conducted in the first three quarters of 2014. The order intake in 2013 was high, giving many projects in early stages and significant advances from customers at the year end of 2013. There was only one ship under outfitting at the ship yard in Leirvik at the end of 2013. The advances and low values on work in progress gave a positive cash flow from operating activities in 2013 and a negative effect in 2014. These periods and effects have to be seen in relation to each other. This effect is declining when Q3 14 is seen isolated, and the cash flow is positive with NOK 82 million for this quarter.

Aggregate cash flow from investing activities was positive with NOK 35.7 million the first three quarters of 2014, compared to a negative cash flow NOK 101.8 million in the corresponding period of 2013. The cash flow from investments in 2014 is mainly a result of the following factors:

- Negative effect of investment in a new administration building in Leirvik of approximately NOK 20 million
- Positive effect of the sale of the investment in Forland Subsea AS at cost price of approx. NOK 46 million
- Positive effect of repayment of loan from P/f 6. September of approx. NOK 33 million.

Aggregate cash flow from financing activities are positive with NOK 56.4 million in the first three quarters of 2014, compared to a cash flow of NOK 0.5 million in the corresponding period of 2013. The positive cash flow is mainly a result of the placement of an unsecured bond loan of NOK 150 million on the Nordic ABM. The cash flow from financing activities is negative affected by repayment of long term debt of NOK 46 million, payment of dividend of NOK 25 million and the purchase of the minority shares in Havyard Fish Handling & Refrigeration of NOK 25 million.

ORDER STATUS, DELIVERIES AND BACKLOG

The order book of approximately NOK 2,080 million at the present moment are at a satisfactory level which secures the capacity utilization for the coming periods.

In the third quarter of 2014, the Group has signed a contract for delivery of ship design and equipment for four anchor handling tug supply (AHTS) vessels that are to be built and operated by the Brazilian shipping company and shipyard group CBO.

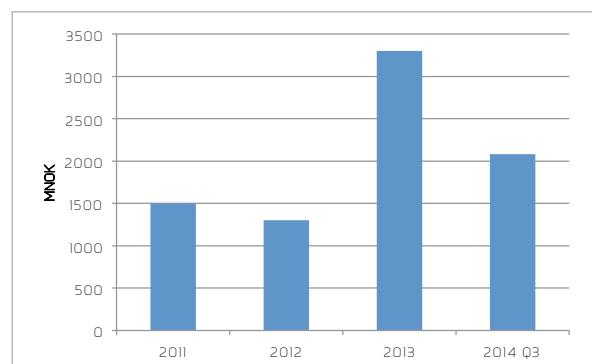
Two vessels was delivered during the first three quarters of 2014. This first one was the prototype live-fish carrier of the Havyard 587 design to Fosnavåg Shipping. In September, the Polarsyssel was delivered to Fafnir Offshore. This was a prototype vessel of the new Havyard 832 Wave Edition design. Two more vessels are planned to be finalized in 2014: one Havyard 857 Subsea Vessel, and one Havyard 832 PSV.

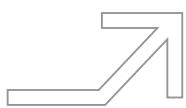
For 2015, the order backlog includes one PSV, two Service Operation Vessel (SOV), one AHTS Icebreaker, one fishing vessel and one live fish carrier.

In addition to this, the order backlog includes design contracts and equipment packages, both to domestic and foreign customers for vessels built at yards worldwide.

Deliveries from the segments Fish Handling and Refrigeration and Power & Systems are also included in the order backlog. These orders include design, engineering and equipment for live-fish carriers, refrigeration systems, and control and automation systems for ships.

Order backlog





SEGMENTS SHIP TECHNOLOGY

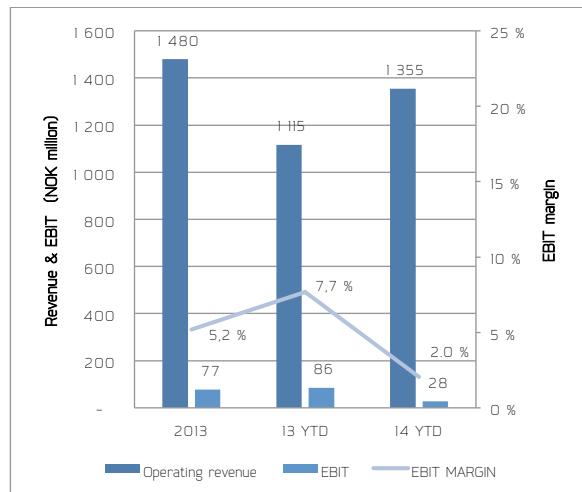
The operating revenue was NOK 1 355.1 million in the first three quarters of 2014, compared to NOK 1 115.4 million in the corresponding period of 2013. The operating profit (EBIT) for the first three quarters of 2014 was NOK 27.6 million, a significant decline from NOK 85.7 million in the corresponding period of 2013. The EBIT margin has been reduced from 7.7 % in the first three quarters of 2013 to 2.0 % in the first three quarters of 2014.

The following vessels have been docked in the ship yard in Leirvik for the outfitting phase during the three first quarters in 2014:

- Hull no. 117, a prototype live fish carrier of the Havyard 587 design. Delivered in April 2014
- Hull no. 120, a prototype vessel of Havyard 832 Wave Edition design. Delivered in September 2014
- Hull no. 115, a Havyard 857 subsea vessel. Finalized in November 2014
- Hull no. 116, a Havyard 832 PSV. Finalized in November 2014.
- Hull no. 118, a prototype windmill support vessel with planned delivery in January 2015

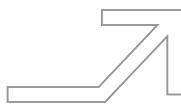
The rebuild of Havila Phoenix has also contributed to the revenue in the first three quarters of 2014. Hull no. 121 a fishing vessel of the Havyard 535 design also has result effect.

Havyard 587, 535, the windmill support vessel and the 832 Wave Edition are prototype vessels, and the production of these prototypes has contributed to a significant part of the EBIT margin decline in the first three quarters of 2014 compared to 2013. The reason for this decline is partly that such designs are sold at a lower price to introduce them to new and existing markets, and partly that these designs are more complicated to construct than conventional designs. The introduction of these prototype vessels are a part of a



diversification strategy in Havyard, and must be considered a long term investment in the future competitiveness of the Group.

In addition there have been substantial start-up issues with the live fish carrier delivered in April. The claim costs for this vessel are influencing the EBIT-margin negatively in 2014.



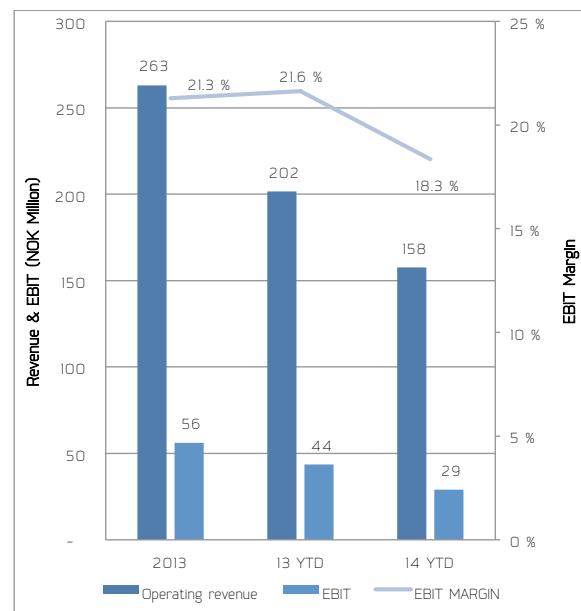
SEGMENTS DESIGN & SOLUTIONS

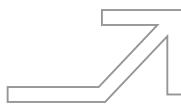
The third quarter of the Design & Solution segment was characterized by full capacity utilization on both internal and external projects. The progression in the projects is overall satisfactory. Some of the prototype projects have higher time consumption than budgeted, and some of the external projects are below budgeted time consumption. The deliveries and EBIT-contribution of equipment packages are in line with the budget.

For the period up to Q3 2014, the operating revenue is NOK 157.5 million. This is a significant decline of NOK 44.2 million from the corresponding period of 2013. The reason for this is mainly large deliveries of equipment packages in Q3 2013, and this have a significant effect on the operating revenue.

The revenue from design packages YTD 2014 is NOK 105 million, and the revenue from equipment packages is NOK 52 million. The operating profit (EBIT) has decreased by NOK 14.7 million to NOK 28.9 million from the three first quarters of 2013.

The EBIT-margin shows a slight decrease from the corresponding period in 2013. The main reason for the decline is a higher share of prototype designs in 2014 than in 2013.

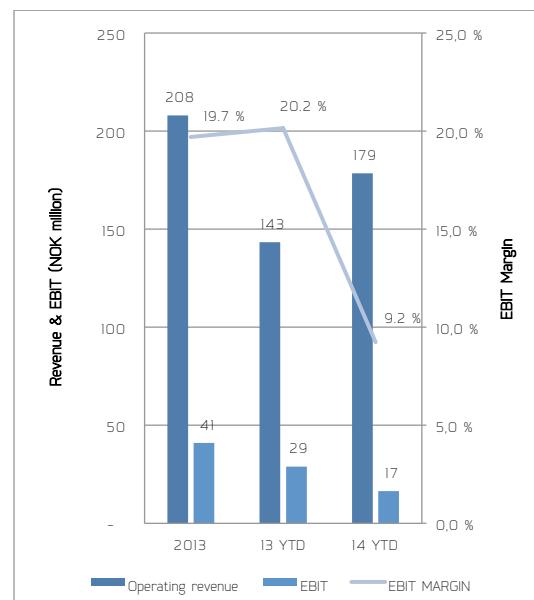




SEGMENTS POWER & SYSTEMS

The Power & Systems segment has increased the operating revenue by NOK 35.2 million to NOK 178.6 million compared with NOK 143.4 million in the first three quarters of 2013. This reason for the increase in revenue is mainly the increasing activity in the subsidiary Havyard Production & Service (HPR). This company supplies Ship Technology with electricians, plumbers and other types of labor needed in ship outfitting. Of the total segment revenue of NOK 178.6 million, HPR contributes with NOK 124 million.

The operating profit (EBIT) is NOK 16.5 million compared to NOK 28.9 million in the first three quarters of 2013. This reflects the lower margins in the expanding Havyard Production & Service subsidiary compared to the other parts of the Power & Systems segment, and explains the drop in EBIT margin from 20.2 % in first three quarters of 2013 to 9.2 % in the corresponding period of 2014. Another explanation the margin decline is a restructuring in 2014, where electro installation is moved to the Ship Technology segment. The EBIT-margin in this part of the operations was relatively high in 2013.





SEGMENTS

FISH HANDLING & REFRIGERATION

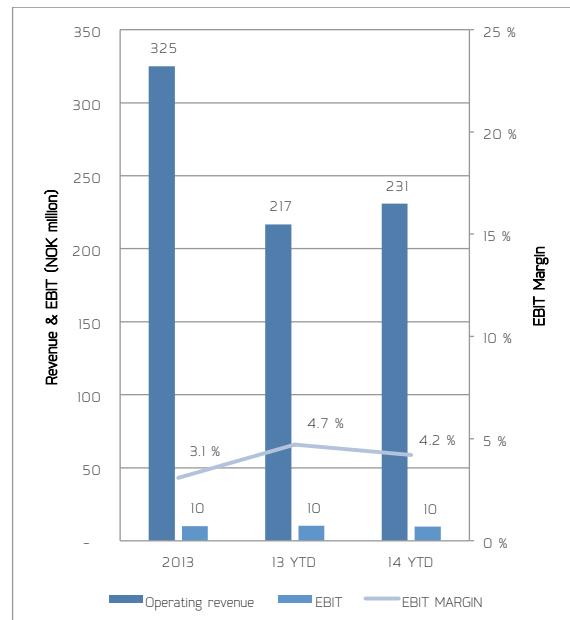
The operating revenue has increased from NOK 216.7 million in the first three quarters of 2013 to NOK 231 in the corresponding period of 2014. The increase of NOK 14.3 million is mainly related to increased activity in service and aftermarket in the Refrigeration division, and increased sale of equipment in the Fish Handling division.

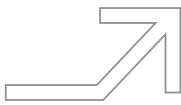
The operating profit (EBIT) of NOK 9.7 million in the first three quarters of 2014 is equal to the operating profit in the corresponding period of 2013.

In the first three quarters of 2014 the EBIT-margin is 4.2 %, compared to 4.7 % in the first three quarters of 2013.

The Refrigeration division has been through a restructuring process which has given a positive effect in 2014, and this positive effect is expected to continue during the coming periods. Costs have been reduced and the services provided is more focused towards the parts of the market segment which has higher margins.

The Fish Handling division has seen reduced margins due to more complex projects in the aquaculture segment. This complexity has resulted in substantial cost overruns in a few larger projects.





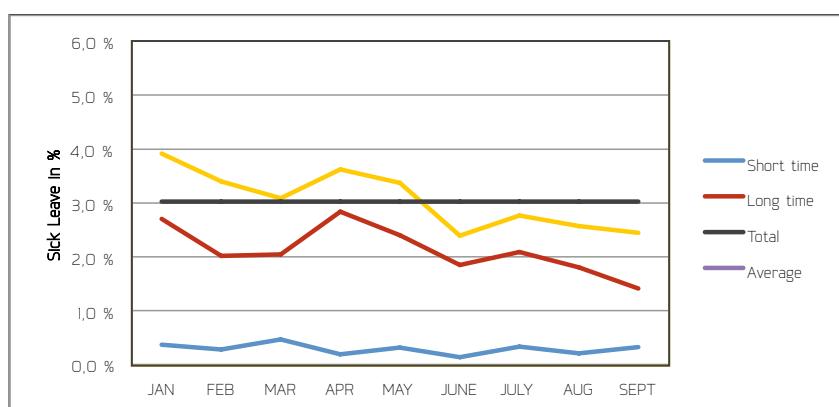
HEALTH, SAFETY & SECURITY

The Groups total sick leave is 2.44 % as of September 2014, with an YTD average of 3.02 %. The sick leave has been steadily decreasing during 2013 and 2014. The reduction is a result of a long term focus on Inclusive working condition, job presence during sick leave and occupational health care.

During the last 12 months the Group has had a total of 20 injuries resulting in absence from work. This figure includes the subcontractors at the ship yard in Leirvik. The average length of the absence following injuries is 18.9 days. An extensive action plan is implemented with the target of reducing injuries both for own employees and subcontractors, and this work has starting to show positive effects.

In addition to health and safety the Group is focusing on quality. Internal audits in accordance with ISO 9001/ISO 14001, several supplier audits and audits from costumers are being performed in 2014. Quality deviations are measured, documented in action lists and handled as quickly and effectively as possible.

Sick leave Group YTD





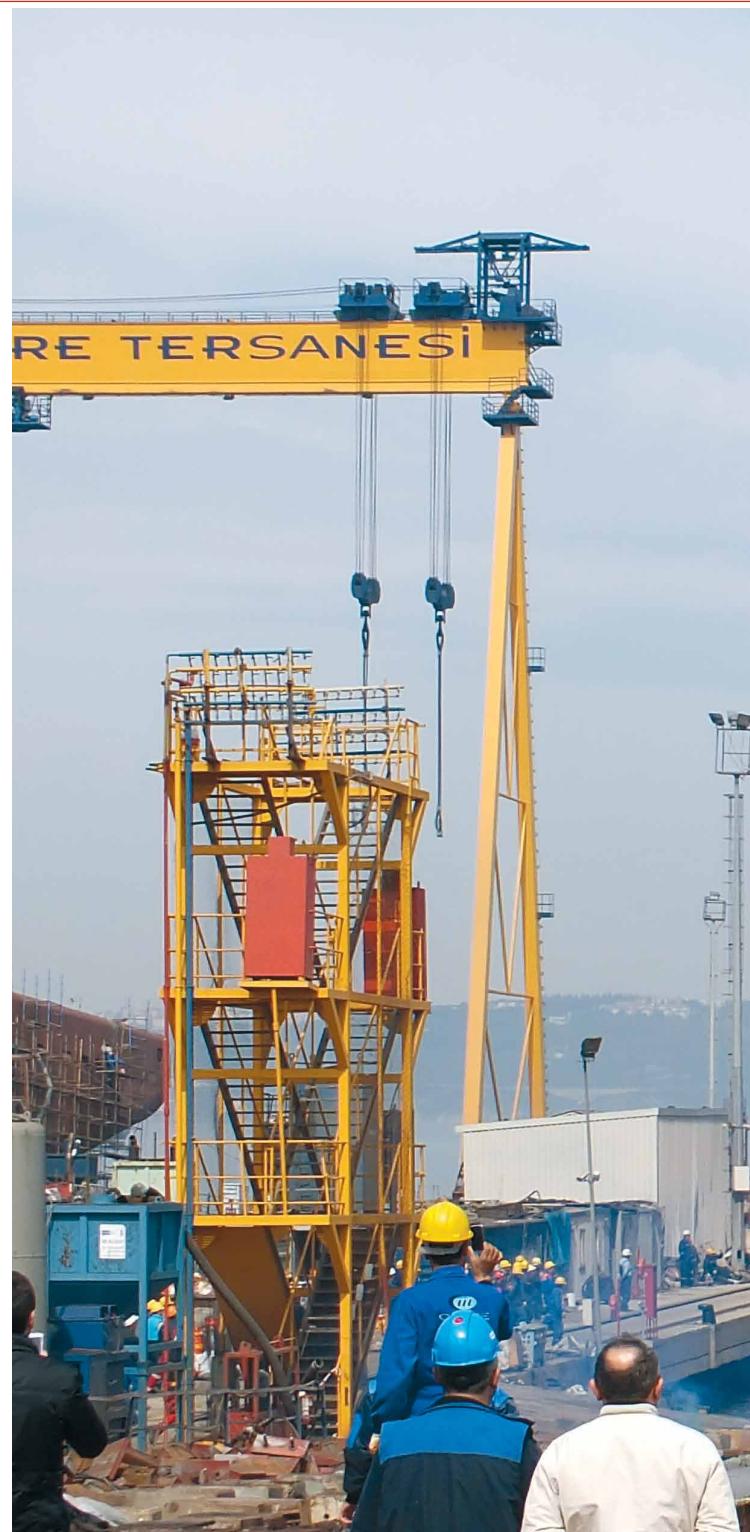
PRINCIPAL RISKS AND UNCERTAINTIES

Havyard Group defines operational risk as the ability to deliver at the right time, with the right quality and at the right cost. The delivery of vessels, design packages and equipment in accordance with these parameters are a substantial risk element, and is the most significant factor that affects Havyard Group's financial results.

Other risk factors are interest rates, exchange rates and our customers' ability to meet its obligations.

Havyard Group works systematically with risk management in all its segments and subsidiaries. All managers are responsible for risk management and internal control within their business segment. Reference is made to the annual report for 2013 for a further description of risk factor and risk management.

Fosnavåg, 20 November 2014
The Board of Directors and CEO
Havyard Group ASA





INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS
Havyard Group ASA

| (NOK 1,000) | 2014 YTD (unaudited) | 2013 YTD (unaudited) | 2014 Q3 (unaudited) | 2013 Q3 (unaudited) | 2013 (unaudited) |
|---|-------------------------|-------------------------|------------------------|------------------------|---------------------|
| Sales revenues | 1 668 602 | 1 504 889 | 544 727 | 490 689 | 1 982 679 |
| Other operating revenues | 4 763 | 2 377 | 3 233 | 758 | 4 253 |
| Operating revenues | 1 673 365 | 1 507 266 | 547 960 | 491 447 | 1 986 932 |
| Cost of sales | 1 172 241 | 1 014 452 | 383 421 | 345 135 | 1 352 109 |
| Payroll expenses etc. | 298 467 | 225 186 | 100 046 | 69 804 | 312 077 |
| Other operating expenses | 126 922 | 86 979 | 42 250 | 25 522 | 124 230 |
| Operating expenses | 1 597 630 | 1 326 617 | 525 717 | 440 461 | 1 788 415 |
| Operating profit before depreciation and amortization - EBITDA | 75 735 | 180 649 | 22 243 | 50 986 | 198 517 |
| Depreciation | 16 680 | 12 833 | 5 972 | 4 723 | 17 942 |
| Operating profit - EBIT | 59 055 | 167 816 | 16 271 | 46 263 | 180 575 |
| Financial income | 8 524 | 12 726 | 2 614 | 5 657 | 21 666 |
| Financial expenses | 15 302 | 10 501 | 4 664 | 3 466 | 16 922 |
| Share of profit/loss of associate | 8 200 | 3 147 | 3 187 | 1 049 | 4 196 |
| Profit before tax | 60 477 | 173 188 | 17 408 | 49 503 | 189 515 |
| Income tax expense | 14 108 | 44 829 | 3 484 | 12 814 | 49 055 |
| Profit for the period | 46 369 | 128 359 | 13 924 | 36 689 | 140 460 |
| Attributable to : | | | | | |
| Equity holders of parent | 42 866 | 127 924 | 14 119 | 35 933 | 138 100 |
| Non-controlling interest | 3 503 | 435 | -195 | 756 | 2 360 |
| Total | 46 369 | 128 359 | 13 924 | 36 689 | 140 460 |
| Earnings per share (NOK) | 1.90 | 5.68 | 0.63 | 1.60 | 6.13 |

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 Havyard Group ASA

| (NOK 1,000) | 2014 YTD | 2013 YTD | 2014 Q3 | 2013 Q3 | 2013 |
|---|---------------|----------------|---------------|---------------|----------------|
| | (unaudited) | | (unaudited) | | |
| Profit for the period | 46 369 | 128 359 | 13 924 | 36 689 | 140 460 |
| Other comprehensive income | | | | | |
| Items that will not be reclassified to income statement | | | | | |
| Total | - | - | - | - | - |
| Items that will be reclassified to income statement | | | | | |
| Translation differences | - | - | - | - | 5 213 |
| Fair value adjustment available-for-sale financial assets | - | - | - | - | 19 993 |
| Total | - | - | - | - | 25 206 |
| Other comprehensive income | - | - | - | - | 25 206 |
| Total comprehensive income | 46 369 | 128 359 | 13 924 | 36 689 | 165 666 |
| Attributable to : | | | | | |
| Equity holders of parent | 42 866 | 127 924 | 14 119 | 35 933 | 162 882 |
| Non-controlling interest | 3 503 | 435 | -195 | 756 | 2 783 |
| Total | 46 369 | 128 359 | 13 924 | 36 689 | 165 666 |

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Havyard Group ASA

(NOK 1,000)

ASSETS

| | 2014 Q3 (unaudited) | 2013 |
|---|------------------------|------------------|
| Non current assets | | |
| Goodwill | 23 918 | 23 918 |
| Licenses, patents and R&D | 49 947 | 41 483 |
| Property, plant and equipment | 258 570 | 240 167 |
| Investment in associates | 90 354 | 84 143 |
| Loan to associates | 14 436 | 15 185 |
| Investment in financial assets | 172 071 | 205 294 |
| Other non current receivable | 122 942 | 118 839 |
| Total non current assets | 732 238 | 729 030 |
| Current Assets | | |
| Inventory | 35 789 | 38 872 |
| Accounts receivables | 60 499 | 82 122 |
| Other receivables | 84 682 | 139 551 |
| Construction WIP in excess of prepayments | 768 316 | 261 574 |
| Cash and cash equivalents | 285 996 | 281 381 |
| Total Current Assets | 1 235 282 | 803 500 |
| TOTAL ASSETS | 1 967 520 | 1 532 530 |

EQUITY AND LIABILITIES

| | 2014 Q3 (unaudited) | 2013 |
|---|------------------------|------------------|
| Equity | | |
| Share capital | 1 126 | 1 126 |
| Share premium reserve | 5 462 | 5 462 |
| Treasury shares | -7 | -16 |
| Retained earnings | 609 420 | 640 865 |
| Non-controlling interest | 7 494 | 21 002 |
| Total equity | 623 495 | 668 438 |
| Long term liabilities | | |
| Deferred tax liability | 59 335 | 45 227 |
| Loans and borrowings, non-current | 208 770 | 98 123 |
| Other long-term liabilities | 4 261 | 19 107 |
| Total long term liabilities | 272 366 | 162 457 |
| Current liabilities | | |
| Accounts payables | 110 358 | 128 278 |
| Taxes payable | 30 172 | 57 903 |
| Provision for dividend | 60 000 | - |
| Public duties payables | 19 410 | 16 916 |
| Construction loans | 660 073 | 134 788 |
| Loans and borrowings, current | 26 182 | 43 183 |
| Prepayments in excess of construction WIP | 71 856 | 232 802 |
| Other current liabilities | 93 605 | 87 766 |
| Total current liabilities | 1 071 659 | 701 635 |
| Total liabilities | 1 344 025 | 864 092 |
| TOTAL EQUITY AND LIABILITIES | 1 967 520 | 1 532 530 |

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(NOK 1,000)

| | 30.09.14 | 30.09.13 |
|---|----------------|----------------|
| Equity at the end of previous year | 668 438 | 526 404 |
| Net profit for the period | 46 369 | 128 359 |
| Dividends | -84 996 | - |
| Other changes | -6 315 | - |
| Changes in equity through the period | -44 942 | 128 359 |
| Equity per end of period | 623 495 | 654 763 |

INTERIM CONSOLIDATED STATEMENT OF CASHFLOW

Havyard Group ASA

| (NOK 1,000) | 2014 YTD (unaudited) | 2013 YTD (unaudited) | 2014 Q3 (unaudited) | 2013 Q3 | 2013 |
|--|-------------------------|-------------------------|------------------------|----------------|-----------------|
| CASH FLOW FROM OPERATIONS | | | | | |
| Profit/(loss) before tax | 60 477 | 173 188 | 17 409 | 49 503 | 189 515 |
| Taxes paid | -26 921 | -40 568 | - | -140 | -55 890 |
| Depreciation | 16 680 | 12 833 | 5 972 | 4 723 | 17 942 |
| Share of (profit)/loss from associates | -8 200 | -3 147 | -3 187 | -1 049 | -4 196 |
| Changes in inventory | 3 083 | 15 871 | -1 196 | 3 954 | 17 514 |
| Net changes in construction loans | 525 285 | 85 351 | 267 802 | -32 955 | -129 297 |
| Changes in accounts receivables/construction WIP | -485 119 | -24 333 | -212 455 | 89 232 | 184 018 |
| Changes in accounts payable | -17 920 | -46 847 | 45 410 | -10 510 | -18 612 |
| Changes in other current receivables/liabilities | -154 829 | 15 816 | -37 813 | 39 700 | 121 222 |
| Net cash flow from/(to) operating activities | -87 464 | 188 164 | 81 942 | 142 458 | 320 287 |
| CASH FLOW FROM INVESTMENTS | | | | | |
| Investments in property, plant and equipment | -32 875 | -26 483 | -7 385 | -8 763 | -30 369 |
| Investment in intangible assets | -10 672 | -11 681 | -4 944 | -3 681 | -22 994 |
| Investment in/disposal of financial assets | 80 623 | 7 674 | -293 | 7 674 | -49 421 |
| Changes in long term receivables | -1 425 | -71 308 | 32 | 929 | -37 740 |
| Net cash flow used in investing activities | 35 651 | -101 798 | -12 590 | -3 841 | -140 524 |
| CASH FLOW FROM FINANCING ACTIVITIES | | | | | |
| New long term debt | 146 400 | 14 540 | - | 7 103 | 16 845 |
| Repayment long term debt | -45 784 | -14 065 | -3 100 | -4 689 | -18 754 |
| Purchase/sale of treasury shares | 5 999 | - | 5 999 | - | 2 000 |
| Purchase of minority shares in Havyard Fish Handling & Refrigeration | -25 191 | - | - | - | - |
| Dividends | -24 996 | - | - | - | -24 792 |
| Net cash flow from/ (used in) financing activities | 56 428 | 475 | 2 899 | 2 414 | -24 701 |
| Net change in cash and cash equivalents | 4 615 | 86 842 | 72 252 | 141 032 | 155 063 |
| Cash and cash equivalents at start of the period | 281 381 | 126 319 | 213 745 | 61 046 | 126 319 |
| Cash and cash equivalents from purchase of subsidiaries | | | | | |
| Cash and cash equivalents at end of the period | 285 996 | 213 161 | 285 996 | 202 078 | 281 381 |
| Restricted bank deposits at the end of the period | 115 465 | | 115 465 | 141 120 | 148 206 |
| Available cash and cash equivalents at the end of the period | 170 531 | 213 161 | 170 531 | 60 958 | 133 175 |

NOTES TO INTERIM CONSOLIDATED FINANCIAL STATEMENT
Havyard Group ASA

1. Corporate information

Havyard Group ASA is a public limited company based in Norway, and its head office is located in Fosnavåg, Herøy. The group in total employs approximately 900 people as of 30 September 2014, of whom approximately 800 are employed in Norway. Havyard Group ASA was incorporated as a public limited company 25 February 2014, and was listed on the Oslo Stock Exchange 1 July 2014.

2. Basis of preparation and changes to the Group's accounting policies

The Interim Condensed Consolidated Financial Statements for the period ended 30 September 2014 have been prepared in accordance with IAS 34 Interim Financial Reporting. The Interim Condensed Consolidated Financial Statements are not subject to audit, and do not include all the information and disclosures required in the annual Financial Statements. It should be read in conjunction with the Group's annual Financial Statements as of 31 December 2013. The same use of estimates has been applied as in the Financial Statements for 2013.

3. Segment information

| (NOK 1,000) | 2014 Q3 YTD | | | | | | Havyard Group |
|---------------------------------------|-----------------|-------------------|-----------------|-------------------------------|---------------------|---------------|---------------|
| | Ship Technology | Design & Solution | Power & Systems | Fish handling & refrigeration | Elimination / Other | | |
| Total operating revenue | 1 355 124 | 157 509 | 178 607 | 231 032 | (248 907) | 1 673 365 | |
| Operating profit /loss EBITDA | 36 404 | 31 404 | 16 776 | 14 472 | (23 321) | 75 735 | |
| Depreciation | 8 811 | 2 543 | 273 | 4 786 | 267 | 16 680 | |
| Operating profit/(loss) EBIT | 27 593 | 28 861 | 16 503 | 9 686 | (23 588) | 59 055 | |
| Net financial items | (1 315) | (2 057) | (9) | (4 969) | 1 572 | (6 778) | |
| Share of profit/(loss) from associate | - | - | - | - | 8 200 | 8 200 | |
| Profit/(Loss) before tax | 26 278 | 26 804 | 16 494 | 4 717 | (13 816) | 60 477 | |

The Elimination/Other segment includes IPO costs of NOK 15 million

| (NOK 1,000) | 2013 Q3 YTD | | | | | | Havyard Group |
|---------------------------------------|-----------------|-------------------|-----------------|-------------------------------|---------------------|----------------|---------------|
| | Ship Technology | Design & Solution | Power & Systems | Fish handling & refrigeration | Elimination / Other | | |
| Total operating revenue | 1 115 437 | 201 619 | 143 434 | 216 671 | (169 895) | 1 507 266 | |
| Operating profit /loss EBITDA | 90 209 | 44 767 | 29 217 | 14 151 | 2 305 | 180 649 | |
| Depreciation | 4 500 | 1 143 | 331 | 3 925 | 2 934 | 12 833 | |
| Operating profit/(loss) (EBIT) | 85 709 | 43 624 | 28 886 | 10 226 | (629) | 167 816 | |
| Net financial items | 2 136 | (146) | 198 | (4 345) | 4 382 | 2 225 | |
| Share of profit/(loss) from associate | - | - | - | - | 3 147 | 3 147 | |
| Profit/(Loss) before tax | 87 845 | 43 478 | 29 084 | 5 881 | 6 900 | 173 188 | |

| 2013 | | | | | | |
|---------------------------------------|-----------------|-------------------|-----------------|-------------------------------|---------------------|----------------|
| (NOK 1,000) | Ship Technology | Design & Solution | Power & Systems | Fish handling & refrigeration | Elimination / Other | Havyard Group |
| Total operating revenue | 1 479 811 | 262 500 | 208 306 | 325 393 | (289 078) | 1 986 932 |
| Operating profit /loss EBITDA | 83 651 | 57 282 | 41 340 | 15 008 | 1 236 | 198 517 |
| Depreciation | 6 165 | 1 545 | 461 | 5 027 | 4 744 | 17 942 |
| Operating profit/(loss) (EBIT) | 77 486 | 55 737 | 40 879 | 9 981 | (3 508) | 180 575 |
| Net financial items | 3 089 | (313) | 343 | (6 212) | 7 837 | 4 744 |
| Share of profit/(loss) from associate | - | - | - | - | 4 196 | 4 196 |
| Profit/(Loss) before tax | 80 575 | 55 424 | 41 222 | 3 769 | 4 329 | 189 515 |

| 2014 Q3 | | | | | | |
|---------------------------------------|-----------------|-------------------|-----------------|-------------------------------|---------------------|---------------|
| (NOK 1,000) | Ship Technology | Design & Solution | Power & Systems | Fish handling & refrigeration | Elimination / Other | Havyard Group |
| Total operating revenue | 465 287 | 35 723 | 68 005 | 76 200 | (97 255) | 547 960 |
| Operating profit /loss EBITDA | 11 928 | 7 641 | 6 473 | 3 317 | (7 116) | 22 243 |
| Depreciation | 2 968 | 836 | 60 | 1 983 | 125 | 5 972 |
| Operating profit/(loss) (EBIT) | 8 960 | 6 805 | 6 413 | 1 334 | (7 241) | 16 271 |
| Net financial items | (623) | - | - | (700) | (727) | (2 050) |
| Share of profit/(loss) from associate | - | - | - | - | 3 187 | 3 187 |
| Profit/(Loss) before tax | 8 337 | 6 805 | 6 413 | 634 | (4 781) | 17 408 |

"Elimination / Other" contains parent company items and elimination of intra-group transactions.

4. Non-current financial investments

2013

| Company | Ownership share/ voting share | Business office | Equity as of last year (100%) | Result as of last year (100%) | Carrying amount |
|---|----------------------------------|--------------------|----------------------------------|----------------------------------|--------------------|
| P/F 6. September 2006 | 10.9% | Faroe Island | 526 668 | 134 107 | 61 818 |
| Vestland Offshore Invest AS | 16.8% | Torangsvåg | 482 540 | -14 614 | 80 187 |
| Other non-current financial investments | | | | | 63 289 |
| Carrying amount as of 31.12.13 | | | | | 205 294 |

2014 YTD

| Company | Ownership share/ voting share | Business office | Equity as of last year (100%) | Result as of last year (100%) | Carrying amount |
|---|----------------------------------|--------------------|----------------------------------|----------------------------------|--------------------|
| P/F 6. September 2006 | 10.9% | Faroe Island | 526 668 | 134 107 | 61 818 |
| Vestland Offshore Invest AS | 16.8% | Torangsvåg | 482 540 | -14 614 | 80 187 |
| Other non-current financial investments | | | | | 30 066 |
| Carrying amount as of 30.06.14 | | | | | 172 071 |

5. Issued capital and reserves

| | 2014 Q3 | 2013 |
|----------------------------|------------------|------------------|
| Number of ordinary shares | 22 528 320 | 1 126 416 |
| Par value (NOK) | 0,05 | 1,00 |
| Share capital (NOK) | 1 126 416 | 1 126 416 |

All shares have equal rights.

2014

The General meeting held 26.03.14 decided to split the shares in the ratio 1:20.
After the split, the number of shares is 22 528 320. The nominal amount is NOK 0.05.

Dividends and group contributions

The Group has paid a dividend of MNOK 60.0 in October 2014.

2013

The share capital was 1 126 416 at a nominal amount of NOK 1.00.

Dividends and group contributions

The Group has paid a dividend of MNOK 24.8 based on the 2013 financial statement.

| Shareholders as of 30.09.2014 | Controlled by | Number of shares | Ownership |
|-------------------------------|------------------------|-------------------|----------------|
| Havila Holding AS | | 14 300 000 | 63.5 % |
| Geir Johan Bakke AS | Geir Johan Bakke (CEO) | 1 172 520 | 5.2 % |
| Nominee | | 545 000 | 2.4 % |
| Nominee | | 494 600 | 2.2 % |
| Nominee | | 489 308 | 2.2 % |
| Nominee | | 471 883 | 2.1 % |
| Other shareholders (<2 %) | | 5 055 009 | 22.4 % |
| Number of shares | | 22 528 320 | 100.0 % |

Ultimate controlling company of the Group is Havila Holding AS. Boardmembers Hege Sævik Rabben and Vegard Sævik have indirect ownership in the group through their ownership in Havila Holding AS.

Parent company Havila Holding AS is a limited company based in Norway, and its head office is located in Fosnavåg, Herøy.

