

CONSOLIDATED INTERIM FINANCIAL STATEMENTS

NORDIC HEAVY LIFT ASA

1st Half Year 2009

1. CONSOLIDATED INTERIM INCOME STATEMENT

In USD 1,000
(Unaudited)

	Note	1st Half Year		Full Year	
		2009 (Unaudited)	2008 (Unaudited)	2008 (Audited)	2007 (Audited)
Revenues		-	-	-	-
Project related cost		-	-	-	-
Gross margin		-	-	-	-
Other sales, general & administrative costs		-3,460	-359	-2,854	-1,270
Operating result		-3,460	-359	-2,854	-1,270
Interest income		1,132	552	1,156	2,248
Interest expense	1	-	-	-119	-64
Losses on derivative instruments		-400	-3,427	-6,567	0
Foreign exchange gains/losses		-309	242	-1,054	251
Other financial items	2	64,866	-68	-57	-48
Net financial items		65,289	-2,701	-6,641	2,387
Result before income tax		61,829	-3,060	-9,495	1,117
Income tax expense		-	-	-570	-
Net result for the period		61,829	-3,060	-10,065	1,117
Net result attributable to the Shareholders of the Company		61,829	-3,060	-10,065	1,117
Result per share (basic and diluted)		1.10	-0.05	-0.18	0.02

2. CONSOLIDATED INTERIM BALANCE SHEET

In USD 1,000
(Unaudited)

	Note	<u>30 June 2009</u>	<u>31 December 2008</u>	<u>30 June 2008</u>
ASSETS				
Non-current assets				
Intangible assets		1,290	1,106	1,106
Vessel and other assets	1	165,674	134,362	53,041
Derivative financial instruments		-	172	2,087
Non-current restricted cash		-	-	34,387
Total non-current assets		166,964	135,640	90,621
Current assets				
Derivative financial instruments		-	158	478
Other current assets		348	572	4
Current restricted cash		-	39,243	63,600
Cash and cash equivalents		18,405	48,767	65,044
Total current assets		18,753	88,740	129,126
Total assets		185,717	224,380	219,747
SHAREHOLDERS' EQUITY AND LIABILITIES				
Shareholders' Equity				
Share capital		4,655	4,655	4,655
Share premium reserve		99,461	99,461	99,461
Other equity		49,293	-12,536	-2,472
Total Shareholders' Equity		153,409	91,580	101,644
Non-current liabilities				
Long-term borrowings	2	10,000	112,547	111,651
Other non-interest bearing debt and provisions		-	7,931	3,472
Total non-current liabilities		10,000	120,478	115,123
Current liabilities				
Trade and other payables		21,464	10,606	34
Current income tax liabilities		604	570	1,353
Provisions for other charges and liabilities		240	1,146	1,593
Total current liabilities		22,308	12,322	2,980
Total liabilities		32,308	132,800	118,103
Total Shareholders' Equity and Liabilities		185,717	224,380	219,747

3. CONSOLIDATED INTERIM CASH FLOW STATEMENT

In USD 1,000

(Unaudited)

	<u>1st Half Year</u>		<u>Full year</u>
	<u>2009</u>	<u>2008</u>	<u>2008</u>
Net result before tax	61,829	-3,060	-9,495
Changes in fair value of financial assets	330	-3,308	2,235
Changes in fair value of financial liabilities	-7,931	6,531	3,106
Change in other current assets	224	-85	-569
Changes in other current liabilities and accruals	9,986	249	10,127
Net cash flow from operations	2,609	3,387	14,899
Changes in restricted cash	39,243	13,305	58,744
Investment in operating fixed assets	-28,538	-13,527	-71,491
Investment in intangible assets	-184	-	-
Net cash flow from investing activities	10,521	-222	-12,747
Long-term borrowings	-102,547	-	896
Paid interest	-2,774	-3,239	-11,925
Interest allocated to Profit & Loss account	-	-	2,095
Net cash flow from financing activities	-105,321	-3,239	-8,934
Net changes in cash during the period	-30,362	-3,134	-16,277
Cash at beginning of period	48,767	65,044	65,044
Cash at end of period	18,405	61,910	48,767
Change	-30,362	-3,134	-16,277

4. CONSOLIDATED INTERIM STATEMENT OF CHANGES IN EQUITY

In USD 1,000 unless otherwise noted

(Unaudited)

	Number of shares	Par value NOK	Share capital	Share premium	Other equity	Total equity
Proceeds from shares issued 5 January 2007	100	1,000.00	16			16
Proceeds from shares issued 2 May 2007	900	1,000.00	151			151
Share split 7 May 2007	1,999,000	0.50				
Proceed from shares issued 16 May 2007 (Private placement)	54,000,000	0.50	4,488	103,199		107,687
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					-1,289	-1,289
Accumulated net result 2007/2008					-8,948	-8,948
Equity at 31 December 2008	56,000,000		4,655	99,461	-12,536	91,580
Net result for the 1st Half Year 2009					61,829	61,829
Equity at 30th June 2009	56,000,000		4,655	99,461	49,293	153,409

5. ACCOUNTING POLICIES AND NOTES TO THE FINANCIAL STATEMENTS

Nordic Heavy Lift ASA ("the Company" or "NHL") is a public limited liability company incorporated and domiciled in Norway. The Consolidated Financial Information comprises the Financial Statements of Nordic Heavy Lift ASA and its subsidiaries Nordic Heavy Lift Management BV, The Netherlands and Nordic Heavy Lift Shipowning Ltd, Cyprus.

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

This Consolidated Interim Financial Information for the 1st Half Year, 2009 has been prepared in accordance with IAS 34, "Interim Financial Reporting". This report should be read in conjunction with the Consolidated Financial Statements presented at year-end, 2008 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 Statements were approved by the Company's Board of Directors on 28th July 2009.

The preparation of Consolidated Interim Financial Statements in accordance with IFRS 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 are consistent with the Consolidated Financial Statements prepared for year-end 2008.

Management has assessed that in its opinion there are no new IFRS accounting standards, amendments and interpretations to standards that are relevant to the Company with respect to the Consolidated Interim Financial Statements as reported.

NOTE 1

Interest expenses related to the senior secured bond and interest income from the related escrow account have been capitalized net as part of the carrying amount of the Vessel.

NOTE 2

The profit under other financial items refers to the realized gain related to the redemption of NHL bonds amounting to USD 64.9 million.