



2024 ANNUAL REPORT



TRUE.
BLUE.
TRANSITION.

The nominal values of the future expected bareboat receipts (undiscounted lease payments) in respect of the remaining operating lease contracts are:

Nominal values of the future expected bareboat receipts

	31 December 2024	31 December 2023
Within 1 year	101	105
2 years	93	99
3 years	93	91
4 years	93	91
5 years	93	91
After 5 years	156	214
Total	629	693

A number of agreements have extension options, which have not been included in the above table.

Outstanding purchase and termination options in operating lease contracts

The operating lease contract of semi-submersible *Thunder Hawk* includes a call option for the client to purchase the underlying asset. The exercise of this call option would have resulted in a gain for the Company as at December 31, 2024.

4.3.14 INTANGIBLE ASSETS

2024

	Development costs	Software	Intangible assets under construction	Patents	Total
Cost	44	29	132	19	224
Accumulated amortization and impairment	(33)	(18)	-	(19)	(71)
Book value at 1 January	11	11	132	0	153
Additions	4	4	28	-	37
Disposals	-	(1)	(4)	-	(5)
Amortization	(5)	(4)	-	-	(9)
(Impairment)/impairment reversal	-	-	-	-	-
Foreign currency variations	-	(0)	(0)	-	(0)
Other movements	-	-	(0)	-	(0)
Total movements	(1)	(0)	24	-	23
Cost	48	33	155	19	256
Accumulated amortization and impairment	(39)	(22)	-	(19)	(80)
Book value at 31 December	10	11	155	0	176

2023

	Development costs	Software	Intangible assets under construction	Patents	Total
Cost	38	28	100	19	185
Accumulated amortization and impairment	(29)	(20)	-	(19)	(68)
Book value at 1 January	9	8	100	0	117
Additions	6	7	31	-	45
Amortization	(5)	(4)	-	-	(9)
(Impairment)/impairment reversal	-	-	-	-	-
Total movements	1	3	31	-	36
Cost	44	29	132	19	224
Accumulated amortization and impairment	(33)	(18)	-	(19)	(71)
Book value at 31 December	11	11	132	0	153

4 FINANCIAL INFORMATION 2024

The increase in 'Intangible assets under construction' mainly relates to costs capitalized relating to the design and implementation of the new global ERP system, the capitalization of software licenses and other capital expenditures related to the IT infrastructure upgrade project.

Amortization of development costs is included in 'Research and development expenses' in the income statement in 2024 for US\$5 million (2023: US\$5 million).

Amortization of software is included in 'General and administrative expenses' in the income statement in 2024 for US\$4 million (2023: US\$4 million).

4.3.15 FINANCE LEASE RECEIVABLES

The reconciliation between the total gross investment in the lease and the net investment in the lease at the statement of financial position date is as follows:

Finance lease receivables (reconciliation gross/net investment)

	31 December 2024	31 December 2023
Gross receivable	10,913	9,576
Less: unearned finance income	(4,255)	(2,775)
Total	6,658	6,801
Of which		
Current portion	516	526
Non-current portion	6,142	6,276

As of December 31, 2024, finance lease receivables relate to the finance lease of:

- *FPSO Sepetiba*, which started production in January 2024, for a charter of 22.5 years;
- *FPSO Cidade de Marica*, which started production in February 2016, for a charter of 20 years;
- *FPSO Cidade de Saquarema*, which started production in July 2016, for a charter of 20 years;
- *FPSO Cidade de Ilhabela*, which started production in November 2014, for a charter of 20 years;
- *FPSO Cidade de Paraty*, which started production in June 2013, for a charter of 20 years;
- *FPSO Aseng*, which started production in November 2011, for a charter of 15 years;
- *FPSO Espirito Santo*, which started production in January 2009, for a charter of 15 years until December 2023, and which was extended in December 2020 until December 2028.

In addition, on June 11, 2024, the Company completed the acquisition of the shares from its partner Sonangol EP in the lease and operating entities related to FPSOs *N'Goma*, *Saxi Batuque* and *Mondo*, for which the previously held interests were equity-accounted, and recognized the associated fair values of the finance lease receivables of the acquired entities. Therefore, as of December 31, 2024, finance lease receivables include the finance lease of:

- *FPSO N'Goma*, which started production in November 2014, for a charter of 12 years;
- *FPSO Saxi Batuque*, which started production in July 2008, for a charter of 15 years until June 2023, and which was extended until June 2026;
- *FPSO Mondo*, which started production in January 2008, for a charter of 14 years until December 2022, and which was extended until December 2025.

In relation to the addition of the finance leases for FPSOs *N'Goma*, *Saxi Batuque* and *Mondo*, refer to note 4.3.30 Business Combinations for further details.

The decrease in finance lease receivables is driven by (i) *FPSO Sepetiba*, which started production in January 2024, (ii) the recognition of finance lease receivables at fair value of FPSOs *N'Goma*, *Saxi Batuque* and *Mondo* following the change in consolidation method, triggered by the completion of the acquisition of shares from Sonangol EP, more than offset by (iii) the client exercise of the purchase options for FPSO *Liza Destiny* on December 19, 2024, for the amount of US\$535 million and for FPSO *Prosperity* on November 7, 2024, for the amount of US\$1,225 million, which were included in the finance lease receivables, ahead of the end of the maximum lease terms in November 2025 and December 2029 respectively (as a result,