SBM OFFSHORE

ENERGY. COMMITTED.

ANNUAL REPORT 2018

Other receivables fall due in less than one year. The fair value of the receivables reasonably approximates to the book value, due to their short-term character.

4.5.4 CASH AND CASH EQUIVALENTS

Cash and cash equivalents are at SBM Offshore N.V.'s free disposal.

4.5.5 SHAREHOLDERS EQUITY

For an explanation of the shareholders equity, reference is made to the Consolidated Statement of Changes in Equity and note 4.3.23 Equity Attributable to Shareholders.

Legal reserve

	31 December 2018	31 December 2017
Investees equity non-distributable[1]	1,232	1,124
Capitalized development expenditure[2]	15	14
Translation reserve	(79)	(62)
Cash flow hedges	(52)	(26)
Total	**1,116**	**1,051**

1 Including US$ 75 million of Swiss entities legal reserves.
2 Relates to the Company subsidiaries.

Under the Dutch guidelines for financial reporting which apply to the Company statement of financial position, a legal reserve must be maintained for the above-mentioned items.

PROPOSED APPROPRIATION OF RESULT

With the approval of the Supervisory Board, it is proposed that the result shown in SBM Offshore N.V. income statement be appropriated as follows (in US$):

Appropriation of result

	2018
Profit/(Loss) attributable to shareholders	212
In accordance with note 4.6.1 to be transferred to the 'Retained earnings'	212
At the disposal of the General Meeting of Shareholders	**-**

It is proposed that US$ 75 million of retained earnings is distributed among the shareholders.

4.5.6 OTHER CURRENT AND NON-CURRENT LIABILITIES

Current and non current liabilities

	31 December 2018	31 December 2017
Trade payables	1	1
Amounts owed to Group companies	31	29
Taxation and social security costs	0	1
Other creditors	6	6
Total current liabilities	**38**	**37**

The other current liabilities fall due in less than one year. The fair value of other current liabilities approximates the book value, due to their short-term character.