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February 13, 2025

Consolidated Financial Results for the Year Ended December 31, 2024 (IFRS)

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 Listing: Tokyo Stock Exchange
 Securities code: 6269
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 Scheduled date of annual general meeting of shareholders: March 27, 2025
 Scheduled date to commence dividend payments: March 28, 2025
 Scheduled date to file annual securities report: March 27, 2025
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: Yes (for institutional investors and analysts)

(US dollar amounts are rounded down to thousands.)

1. Consolidated financial results for the year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Year ended	Revenue		Operating profit		Profit before tax		Profit	
	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%
December 31, 2024	4,186,461	17.1	322,901	67.4	307,975	43.5	263,305	109.0
December 31, 2023	3,574,924	30.5	192,938	156.1	214,668	291.5	125,955	206.1

Year ended	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	US\$ thousand	%	US\$ thousand	%	US\$	US\$
December 31, 2024	220,404	128.3	265,162	154.6	3.23	3.23
December 31, 2023	96,536	158.3	104,136	(63.3)	1.55	1.55

Year ended	Return on equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
	%	%	%
December 31, 2024	20.3	7.3	7.7
December 31, 2023	10.7	6.1	5.4

Reference: Share of profit of investments accounted for using equity method

Year ended December 31, 2024: US\$154,004 thousand; Year ended December 31, 2023: US\$128,677 thousand

(2) Consolidated financial position

As of	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
	US\$ thousand	US\$ thousand	US\$ thousand	%	US\$
December 31, 2024	4,496,651	1,198,468	1,180,435	26.3	17.28
December 31, 2023	3,887,921	1,035,291	992,817	25.5	14.53

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
Year ended	US\$ thousand	US\$ thousand	US\$ thousand	US\$ thousand
December 31, 2024	560,890	(122,581)	(186,267)	1,253,276
December 31, 2023	485,886	(210,542)	241,146	1,013,912

Note: The original consolidated financial statements of MODEC, INC. and its subsidiaries (hereinafter "the Company") for the years ended December 31, 2024 and 2023 are presented in US dollars, which is the Company's functional currency.

Therefore, the consolidated financial results above are also presented in US dollars.

For convenience purposes the consolidated financial results converted to Japanese yen in expedient manner are presented on page 5 of this summary information.

2. Cash dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to equity attributable to owners of parent (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total			
Year ended	yen	yen	yen	yen	yen	million yen	%	%
December 31, 2023	—	0.00	—	20.00	20.00	1,366	10.0	1.0
Year ended	—	30.00	—	50.00	80.00	5,467	15.7	2.9
December 31, 2024								
Year ending	—	60.00	—	60.00	120.00		19.2	
December 31, 2025 (Forecast)								

3. Consolidated earnings forecast for 2025 (from January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$ thousand	%	US\$
Full Year	3,700,000	(11.6)	410,000	27.0	420,000	36.4	270,000	22.5	3.95

Note: The consolidated earnings forecast of the Company is prepared in US dollars, which is the Company's functional currency. For convenience purposes the consolidated earnings forecast converted to Japanese yen in expedient manner is presented on page 6 of this summary information.

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies and changes in accounting estimates

- (i) Changes in accounting policies required by IFRS: Yes
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

(i) Total number of issued shares at the end of the year (including treasury shares)

As of December 31, 2024	68,345,300 shares
As of December 31, 2023	68,345,300 shares

(ii) Number of treasury shares at the end of the year

As of December 31, 2024	38,250 shares
As of December 31, 2023	38,217 shares

(iii) Average number of shares outstanding during the year

Year ended December 31, 2024	68,307,065 shares
Year ended December 31, 2023	62,420,195 shares

[Reference] Overview of non-consolidated financial results**1. Non-consolidated financial results for the year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)****(1) Non-consolidated operating results**

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
Year ended								
December 31, 2024	489,648	20.5	22,161	269.0	35,818	446.3	26,966	724.9
December 31, 2023	406,179	50.6	6,005	—	6,557	(77.5)	3,269	(36.0)

	Basic earnings per share	Diluted earnings per share
Year ended	yen	yen
December 31, 2024	394.78	—
December 31, 2023	52.38	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	million yen	million yen	%	yen
December 31, 2024	349,356	63,439	18.2	928.74
December 31, 2023	303,078	39,890	13.2	583.99

Reference: Equity as of December 31, 2024: 63,439 million yen; as of December 31, 2023: 39,890 million yen

Note: Non-consolidated financial results are based on Japan GAAP.

* Consolidated financial results are exempt from audit conducted by certified public accountants or an audit corporation.

* Notes for the proper use of earnings forecasts and other special matters

- Accompanying consolidated financial statements and selected notes are presented in US dollars, which is the Company's functional currency.
- The US dollar amounts in the first page of this summary information is not tagged to XBRL data.
- Earnings forecast and other forward-looking statements included in this material are based on information currently available to the Company and are based on assumptions deemed reasonable. They are not meant to be a guarantee of future performance or outcomes. Actual results may differ materially subject to various factors. Please refer to

Qualitative information on financial results on the second page of attached material for assumptions and conditions precedent of earnings forecast and notes for utilization.

- The Company will hold financial result briefing for institutional investors and analysts on February 14th, 2025. The material used for the financial result briefing will be posted on the Company's website immediately following the session.

[Reference] Consolidated financial results for the year ended December 31, 2024 and consolidated earnings forecast for the year ending December 31, 2025 presented in Japanese yen

(Yen amounts are rounded down to millions.)

1. Consolidated financial results for the year ended December 31, 2024 (from January 1, 2024 to December 31, 2024)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Year ended	Revenue		Operating profit		Profit before tax		Profit	
	million yen	%	million yen	%	million yen	%	million yen	%
December 31, 2024	662,088	30.6	51,066	86.6	48,706	60.0	41,641	133.1
December 31, 2023	507,031	39.4	27,364	173.7	30,446	318.4	17,864	227.2

Year ended	Profit attributable to owners of parent		Total comprehensive income		Basic earnings per share	Diluted earnings per share
	million yen	%	million yen	%	yen	Yen
December 31, 2024	34,857	154.6	41,935	183.9	510.30	510.20
December 31, 2023	13,691	176.0	14,769	(60.7)	219.35	219.21

Year ended	Return on equity attributable to owners of parent	Ratio of profit before tax to total assets	Ratio of operating profit to revenue
	%	%	%
December 31, 2024	21.3	7.7	7.7
December 31, 2023	11.0	6.3	5.4

Reference: Share of profit of investments accounted for using equity method

Year ended December 31, 2024: 24,355 million yen; Year ended December 31, 2023: 18,250 million yen

(2) Consolidated financial position

As of	Total assets	Total equity	Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets	Equity attributable to owners of parent per share
	million yen	million yen	million yen	%	yen
December 31, 2024	711,145	189,537	186,685	26.3	2,733.04
December 31, 2023	551,423	146,835	140,811	25.5	2,061.45

(3) Consolidated cash flows

Year ended	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of year
	million yen	million yen	million yen	million yen
December 31, 2024	88,704	(19,386)	(29,458)	198,205
December 31, 2023	68,913	(29,861)	34,201	143,803

Note: The amounts presented above are converted to Japanese yen in expedient manner from the consolidated financial results on page 1 of this summary information using the following exchange rates:

December 31, 2024 at US\$1.00 = 158.15 Japanese yen (TTM rate of Sumitomo Mitsui Banking Corporation as of December 30, 2024)

December 31, 2023 at US\$1.00 = 141.83 Japanese yen (TTM rate of Sumitomo Mitsui Banking Corporation as of December 29, 2023)

The percentages indicating year-on-year changes for the consolidated operating results are calculated on Japanese yen basis presented above.

2. Consolidated earnings forecast for 2025 (from January 1, 2025 to December 31, 2025)

(Percentages indicate year-on-year changes.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of parent		Basic earnings per share
	million yen	%	million yen	%	million yen	%	million yen	%	yen
Full Year	585,155	(11.6)	64,841	27.0	66,423	36.4	42,700	22.5	625.12

Note: The amounts presented above are converted to Japanese yen in expedient manner from the consolidated earnings forecast on page 2 of this summary information at US\$1.00 = 158.15 Japanese yen at the TTM rate of Sumitomo Mitsui Banking Corporation as of December 30, 2024.

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1. Qualitative information on financial results

(1) Results of operations

In 2024, as inflation slowed gradually and interest rates were lowered in key regions, the economy remained firm especially in the U.S. On the other hand, the impact of the continued stagnation in China and concerns about geopolitical risks in the Middle East led to the outlook for the global economy remaining uncertain.

Oil prices temporarily rose to the upper US\$80s per barrel due to growing concerns about declining supplies driven by heightened instability in the Middle East. Subsequently, oil prices generally fluctuated in the range of US\$70 to US\$80 per barrel due to a mix of strong and weak factors. These factors included OPEC Plus continuing its voluntary cutback of oil production and the US economy remaining strong while there were concerns about stagnant demand for oil due to the slowdown in China's economy. While coexisting with the trend toward decarbonization, maintaining a stable energy supply remains an important issue, and the development of deepwater oil and gas fields by oil companies continues to be promoted as an area where sufficient reserves are confirmed for the future and where they are cost competitive. Demand for the Group's main business related to floating offshore oil and gas production facilities especially for large-scale ultra-deepwater projects, in which the Group has a competitive advantage, has also remained firm.

As for the Group's operating results for the current year, no new orders for large-scale construction projects were received. Orders received amounted to US\$1,240,853 thousand (down 85.8% compared to previous year) due to an increase in the contract amount for the existing FPSO construction projects in connection with changes in specifications and extension of the project period as well as orders for extension of operation period, maintenance and renovation work. The order backlog amounted to US\$12,944,335 thousand (down 23.0% compared to previous year) due to steady progress in construction of existing large-scale construction projects.

In terms of revenue and profit, in addition to an increase in revenue and gross profit due to the steady progress of the FPSO construction project, the profitability of operations and charter business also improved due to improved operating performance ratio of the existing FPSOs and reduced additional repair costs as a result of the intensive special maintenance campaign that have been carried out to date. Revenue resulted US\$4,186,461 thousand (up 17.1% compared to previous year). In addition, due to the share of profit of investments accounted for using equity method of US\$154,004 thousand (up 19.7% compared to previous year), operating income increased significantly to US\$322,901 thousand (up 67.4% compared to previous year).

In addition, although there were factors pushing down finance income due to the recognition of valuation allowance for losses on loans to affiliated companies, profit attributable to owners of parent amounted to US\$220,404 thousand (up 128.3% compared to previous year) due to a recognition of deferred tax assets from improvement of expected future profits by strengthening the revenue base.

The Group is solely engaged in construction of floating, production, storage and offloading systems for oil and gas productions and providing various related services as single business; therefore, operating results of segments are not presented.

(2) Financial position

① Financial position

in thousands of US dollars

	December 31, 2023	December 31, 2024	Increase (decrease)
Total assets	3,887,921	4,496,651	608,730
Total liabilities	2,852,630	3,298,183	445,553
Total equity	1,035,291	1,198,468	163,177

At the end of this year total assets increased by US\$608,730 thousand to US\$4,496,651 thousand from the end of previous year primarily due to increase in cash and cash equivalents and investments accounted for using equity method.

Total liabilities increased by US\$445,553 thousand to US\$3,298,183 thousand from the end of previous year primarily due to increase in contract liabilities.

Total equity increased by US\$163,177 thousand to US\$1,198,468 thousand from the end of previous year primarily due to increase in retained earnings.

② Factors significantly affecting financial position

i) Fund requirements during construction period

For projects where the FPSO is sold to the customer after completion of construction the Group receives construction funds in advance in accordance with the progress of construction; therefore, in principle, the Group does not need to raise the operating funds. On the other hand, in lease and charter projects the Group and business partners jointly establish a project company, i.e. associate company of the Group, which becomes a purchaser of construction project. Therefore, the Group is required to bear the construction costs proportionate to investment percentage of the project company.

During construction period the Group raises required funds mainly either in the manner that the Company borrows short-term funds and lends it to associate company or in the manner that associate company borrows funds supported by financial guarantee of the Company.

ii) Managing total risk

In order to reduce the heavy financial burden of large project and related risks the Group utilizes project finance to raise funds for the investment of FPSOs for lease and charter projects. By utilizing project finance scheme associate company is able to raise long-term fund without the Company's financial guarantee, and that gives the effect of blocking project's various risks from the Company.

The Group's policy is to develop business by controlling total risks utilizing project finance together with inviting trading companies and others to project as business partners.

(3) Cash flows

The Group's funding sources are mainly cash flows from operating activities and borrowings from financial institutions. In construction project of FPSOs receivable and payable related to the construction project temporarily fluctuate significantly due to difference in timing between collection of construction revenues and disbursement of construction costs, and that affects operating cash flows significantly. The Group strives to enhance fund efficiency by managing the balances of receivable and payable related to these construction projects. In addition, the Group enhances fund efficiency by employing Cash Management System to accommodate funds among Group companies.

in thousands of US dollars

	2023	2024	Increase (decrease)
Cash flows from operating activities	485,886	560,890	75,003
Cash flows from investing activities	(210,542)	(122,581)	87,960
Cash flows from financing activities	241,146	(186,267)	(427,414)
Effect of changes in exchange rates on cash and cash equivalents	4,795	(12,676)	(17,472)
Net increase (decrease) in cash and cash equivalents	521,286	239,363	(281,922)
Cash and cash equivalents at beginning of year	492,625	1,013,912	521,286
Cash and cash equivalents at end of year	1,013,912	1,253,276	239,363

(Cash flows from operating activities)

Cash flows from operating activities are inflow of US\$560,890 thousand which is US\$75,003 thousand increase compared to previous year. This is primarily due to difference in timing between collections of trade receivable and disbursements of trade payable related to the construction projects of FPSOs.

(Cash flows from investing activities)

Cash flows from investing activities are outflow of US\$122,581 thousand which is primarily due to purchase of investments accounted for using equity method of US\$133,331 thousand.

(Cash flows from financing activities)

Cash flows from financing activities are outflow of US\$186,267 thousand which is primarily due to repayments of long-term borrowings of US\$57,799 thousand and dividends paid of US\$61,238 thousand.

(4) Forecast information

Since oil prices have generally remained in the range of around US\$70 per barrel, the Group expects that oil companies continue to develop focusing deep-sea level oil fields where production costs are competitive.

Regarding the forecasted consolidated operating results for the year ending December 31, 2025, revenue is forecasted at US\$3,700,000 thousand (585,155 million yen at the exchange rate of 158.15 Japanese yen per US dollar, hereinafter the same) due to the progress of FPSO construction projects. Regarding the profit, construction projects and providing operation and charter services are forecasted to generate operating profit of US\$410,000 thousand (64,841 million yen), profit before tax of US\$420,000 thousand (66,423 million yen) and profit attributable to owners of parent of US\$270,000 thousand (42,700 million yen).

2. Basis of selecting accounting standard

The Group voluntarily adopted International Financial Reporting Standards (IFRS) for its consolidated financial statements starting with the annual financial statements for the year ended December 31, 2021. The purpose of adoption is to enhance the comparability of financial information internationally and improve the management and governance of the Group by unifying the accounting standards of Group companies.

3. Consolidated financial statements and selected notes

(1) Consolidated statement of financial position

in thousands of US dollars

	December 31, 2023	December 31, 2024
Assets		
Current assets		
Cash and cash equivalents	1,013,912	1,253,276
Trade and other receivables	592,163	752,408
Contract assets	185,585	195,692
Loans receivable	27,370	6,842
Other financial assets	57,806	52,105
Other current assets	158,712	150,419
Total current assets	2,035,550	2,410,745
Non-current assets		
Property, plant and equipment	50,042	71,102
Intangible assets	49,483	39,669
Investments accounted for using equity method	1,374,188	1,587,851
Loans receivable	348,636	307,321
Other financial assets	13,163	14,702
Deferred tax assets	16,489	62,496
Other non-current assets	367	2,763
Total non-current assets	1,852,371	2,085,906
Total assets	3,887,921	4,496,651

in thousands of US dollars

	December 31, 2023	December 31, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	1,189,228	1,326,995
Contract liabilities	590,278	877,573
Borrowings	57,799	55,549
Income taxes payable	70,147	112,170
Provisions	126,268	128,935
Other financial liabilities	150,826	182,633
Other current liabilities	59,551	50,994
Total current liabilities	2,244,101	2,734,850
Non-current liabilities		
Bonds and borrowings	512,954	458,885
Defined benefit liability	45,091	44,841
Provisions	24,288	18,979
Other financial liabilities	19,399	39,517
Other non-current liabilities	6,794	1,109
Total non-current liabilities	608,529	563,332
Total liabilities	2,852,630	3,298,183
Equity		
Share capital	190,495	190,495
Capital surplus	187,112	168,963
Retained earnings	522,260	722,724
Treasury shares	(1,092)	(1,093)
Other components of equity	94,042	99,344
Equity attributable to owners of parent	992,817	1,180,435
Non-controlling interests	42,473	18,033
Total equity	1,035,291	1,198,468
Total liabilities and equity	3,887,921	4,496,651

(2) Consolidated statement of profit or loss and consolidated statement of comprehensive income
 Consolidated statement of profit or loss

in thousands of US dollars

	2023	2024
Revenue	3,574,924	4,186,461
Cost of sales	(3,324,543)	(3,793,650)
Gross profit	250,380	392,811
Selling, general and administrative expenses	(188,538)	(223,943)
Share of profit of investments accounted for using equity method	128,677	154,004
Other income	2,513	576
Other expenses	(94)	(548)
Operating profit	192,938	322,901
Finance income	90,834	68,249
Finance costs	(69,104)	(83,174)
Profit before tax	214,668	307,975
Income tax expense	(88,712)	(44,670)
Profit for the period	125,955	263,305

Profit attributable to		
Owners of parent	96,536	220,404
Non-controlling interests	29,419	42,900
Profit for the period	125,955	263,305

in US dollars

Earnings per share		
Basic earnings per share	1.55	3.23
Diluted earnings per share	1.55	3.23

Consolidated statement of comprehensive income

in thousands of US dollars

	2023	2024
Profit for the period	125,955	263,305
Other comprehensive Income		
Items that will not be reclassified subsequently to profit or loss		
Remeasurements of defined benefit liability	1,321	1,695
Total items that will not be reclassified subsequently to profit or loss	1,321	1,695
Items that may be reclassified subsequently to profit or loss		
Effective portion of cash flow hedges	5,223	(20,007)
Exchange differences on translation of foreign operations	(5,597)	1,868
Share of other comprehensive income of investments accounted for using equity method	(22,766)	18,299
Total items that may be reclassified subsequently to profit or loss	(23,140)	161
Total other comprehensive income, net of tax	(21,818)	1,856
Total comprehensive income for the period	104,136	265,162

Total comprehensive income attributable to		
Owners of parent	73,394	228,282
Non-controlling interests	30,741	36,880
Total comprehensive income	104,136	265,162

(3) Consolidated statement of changes in equity
2023

in thousands of US dollars

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Remeasurements of defined benefit liability	Effective portion of cash flow hedges
At January 1, 2023	282,292	280,686	131,004	(1,092)	—	142,790
Profit for the period	—	—	96,536	—	—	—
Other comprehensive income	—	—	—	—	1,565	(19,237)
Total comprehensive income for the period	—	—	96,536	—	1,565	(19,237)
Issuance of new shares	53,572	53,976	—	—	—	—
Reduction of share capital	(145,370)	145,370	—	—	—	—
Transfer from capital surplus to retained earnings	—	(293,154)	293,154	—	—	—
Dividends to non-controlling shareholders	—	—	—	—	—	—
Share-based payment transactions	—	232	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	1,565	—	(1,565)	—
Total transactions with owners	(91,797)	(93,573)	294,719	—	(1,565)	—
At December 31, 2023	190,495	187,112	522,260	(1,092)	—	123,552

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity			
At January 1, 2023	(24,041)	118,748	811,640	29,481	841,121
Profit for the period	—	—	96,536	29,419	125,955
Other comprehensive income	(5,469)	(23,141)	(23,141)	1,322	(21,818)
Total comprehensive income for the period	(5,469)	(23,141)	73,394	30,741	104,136
Issuance of new shares	—	—	107,549	—	107,549
Reduction of share capital	—	—	—	—	—
Transfer from capital surplus to retained earnings	—	—	—	—	—
Dividends to non-controlling shareholders	—	—	—	(17,750)	(17,750)
Share-based payment transactions	—	—	232	—	232
Transfer from other components of equity to retained earnings	—	(1,565)	—	—	—
Total transactions with owners	—	(1,565)	107,782	(17,750)	90,032
At December 31, 2023	(29,510)	94,042	992,817	42,473	1,035,291

	Equity attributable to owners of parent					
	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	
					Remeasurements of defined benefit liability	Effective portion of cash flow hedges
At January 1, 2024	190,495	187,112	522,260	(1,092)	—	123,552
Profit for the period	—	—	220,404	—	—	—
Other comprehensive income	—	—	—	—	2,574	3,866
Total comprehensive income for the period	—	—	220,404	—	2,574	3,866
Dividends to owners of parent	—	—	(22,515)	—	—	—
Dividends to non-controlling shareholders	—	—	—	—	—	—
Acquisition of treasury shares	—	—	—	(0)	—	—
Share-based payment transactions	—	71	—	—	—	—
Acquisition of non-controlling interests without a change in control	—	(18,219)	—	—	—	—
Transfer from other components of equity to retained earnings	—	—	2,574	—	(2,574)	—
Total transactions with owners	—	(18,148)	(19,940)	(0)	(2,574)	—
At December 31, 2024	190,495	168,963	722,724	(1,093)	—	127,419

	Equity attributable to owners of parent			Non-controlling interests	Total equity
	Other components of equity		Total equity attributable to owners of parent		
	Exchange differences on translation of foreign operations	Total other components of equity			
At January 1, 2024	(29,510)	94,042	992,817	42,473	1,035,291
Profit for the period	—	—	220,404	42,900	263,305
Other comprehensive income	1,435	7,877	7,877	(6,020)	1,856
Total comprehensive income for the period	1,435	7,877	228,282	36,880	265,162
Dividends to owners of parent	—	—	(22,515)	—	(22,515)
Dividends to non-controlling shareholders	—	—	—	(38,500)	(38,500)
Acquisition of treasury shares	—	—	(0)	—	(0)
Share-based payment transactions	—	—	71	—	71
Acquisition of non-controlling interests without a change in control	—	—	(18,219)	(22,820)	(41,040)
Transfer from other components of equity to retained earnings	—	(2,574)	—	—	—
Total transactions with owners	—	(2,574)	(40,664)	(61,320)	(101,984)
At December 31, 2024	(28,075)	99,344	1,180,435	18,033	1,198,468

(4) Consolidated statement of cash flows

in thousands of US dollars

	2023	2024
Cash flows from operating activities		
Profit before tax	214,668	307,975
Depreciation and amortization	40,690	38,795
Increase (decrease) in provisions	(16,938)	490
Increase (decrease) in defined benefit liability	1,130	(242)
Share of profit of investments accounted for using equity method	(128,677)	(154,004)
Finance income and finance costs	(21,730)	14,925
Decrease (increase) in trade and other receivables	(104,945)	(186,049)
Decrease (increase) in contract assets	71,743	(10,255)
Decrease (increase) in other current assets	(13,738)	23,233
Increase (decrease) in trade and other payables	260,298	155,043
Increase (decrease) in contract liabilities	77,921	292,372
Increase (decrease) in other current liabilities	(21,976)	28,856
Other	24,117	(8,529)
Subtotal	382,561	502,611
Interest received	44,258	60,403
Dividends received	96,712	91,274
Interest paid	(22,310)	(36,355)
Income taxes paid	(15,335)	(57,043)
Net cash provided by operating activities	485,886	560,890
Cash flows from investing activities		
Net decrease (increase) in short-term loans receivable	—	(4,388)
Receipts of long-term loans receivable	20,527	27,370
Purchase of property, plant and equipment and intangible assets	(7,469)	(12,282)
Purchase of investments accounted for using equity method	(229,821)	(133,331)
Proceeds from liquidation of investments accounted for using equity method	6,221	—
Proceeds from capital reduction of investments accounted for using equity method	—	50
Net cash used in investing activities	(210,542)	(122,581)
Cash flows from financing activities		
Proceeds from issuance of bonds	195,518	—
Repayments of long-term borrowings	(19,084)	(57,799)
Payments of lease liabilities	(25,274)	(26,190)
Proceeds from issuance of new shares	107,549	—
Dividends paid	(10)	(22,488)
Dividends paid to non-controlling shareholders	(17,750)	(38,750)
Payments of acquisition of non-controlling interests	—	(41,040)
Receipt of government grants	197	—
Net cash provided by (used in) financing activities	241,146	(186,267)
Effect of changes in exchange rates on cash and cash equivalents	4,795	(12,676)
Net increase (decrease) in cash and cash equivalents	521,286	239,363
Cash and cash equivalents at beginning of year	492,625	1,013,912
Cash and cash equivalents at end of year	1,013,912	1,253,276

(5) Selected notes to the consolidated financial statements

(Note to ability to continue as a going concern)

There are no material uncertainties that require disclosure.

(Change in accounting policy)

Amendments to IAS 1 "Classification of liabilities as current or non-current and non-current liabilities with covenants"

The Group has adopted the amendments to "Classification of liabilities as current or non-current and non-current liabilities with covenants" issued on January 23, 2020 and October 31, 2022, respectively, from this year. These amendments aim to clarify a criterion for classifying a liability as a current or non-current. They require new disclosures about non-current liabilities subject to future covenants. Their adoption has no material impact on the consolidated financial statements.

(Operating segments)

(1) General information of reportable segments

An operating segment is a component of the Group for which discrete financial information is available and whose operating results are regularly reviewed by the Group's management to make decisions about resources to be allocated to the segment and assess its performance. The Group is solely engaged in construction of floating, production, storage and offloading systems for oil and gas productions and various related services as single business; therefore, general information of reportable segments is not presented.

(2) Information about products and services

The Group is solely engaged in construction of floating, production, storage and offloading systems for oil and gas productions and various related services as single business; therefore, information about products and services is not presented.

(3) Information about geographical areas

Revenues from external customers by geographical areas are as follows:

in thousands of US dollars

	2023	2024
Brazil	1,896,033	2,195,417
Guyana	823,745	1,385,190
Senegal	450,161	228,698
Cote d'Ivoire	97,627	118,045
Australia	— (Note) 2	70,587
Ghana	97,720	— (Note) 2
Mexico	84,307	— (Note) 2
Others	125,328	188,521
Total	3,574,924	4,186,461

Note: 1. Revenue is categorized based on the ultimate destination of products and services.

2. Amounts not subject to disclosure.

Carrying amounts of non-current assets by geographical areas are as follows:

in thousands of US dollars

	December 31, 2023	December 31, 2024
Netherlands	1,363,281	1,577,827
United States	32,364	47,407
Singapore	52,003	35,438
Japan	9,670	— (Note) 2
Others	16,758	40,709
Total	1,474,078	1,701,382

Note: 1. Financial instruments other than investments accounted for using equity method, deferred tax assets and rights arising under insurance contracts are excluded.

2. Amounts not subject to disclosure.

(4) Information about major customers

Customers represent more than 10% of consolidated revenue are as follows:

in thousands of US dollars

Customer's name	2023	2024
Esso Exploration and Production Guyana Limited	821,739	1,378,964
Equinor Energy do Brasil Ltda.	516,626	1,101,512
Equinor Brasil Energia Ltda.	532,478	— (Note)
Woodside Energy (Senegal) B.V.	450,161	— (Note)

Note: Amounts not subject to disclosure.

(Earnings per share)

Share data used in basic earnings per share and diluted earnings per share calculations are as follows:

	2023	2024
Profit used in basic earnings per share calculation (in thousands of US dollars)	96,536	220,404
Adjustment for profit (in thousands of US dollars)	—	—
Profit used in diluted earnings per share calculation (in thousands of US dollars)	96,536	220,404
Weighted average number of ordinary shares used in basic earnings per share calculation (in thousands of shares)	62,420	68,307
Effect of dilutive potential ordinary shares		
Share-based compensation (in thousands of shares)	39	13
Weighted average number of ordinary shares used in diluted earnings per share calculation (in thousands of shares)	62,459	68,320

Note: The Company's ordinary shares owned by trust are excluded from weighted average number of ordinary shares used in determining basic earnings per share. The weighted average number of ordinary shares owned by trust and excluded are 37 thousand shares in 2024 (37 thousand shares in 2023).

(Subsequent events)

There are no significant or material reportable events.