

GRIEG FOUNDATION

ANNUAL REPORT 2021

Report for 2021 from

THE BOARD OF TRUSTEES

Grieg Foundation receives its revenues from its 25% ownership in the Grieg Group. Total income from dividends and interest were NOK 93 448 558 million.

The Foundation's contributions mainly focus on support and education of children and young people both in Norway and world-wide. The Foundation also supports musical art, other cultural activities, medical research, environmental, and community projects. All our work is anchored in the UN Sustainable Development Goals. We follow our main projects closely.

The administration of the Foundation consists of one full-time position, a General Manager. The Board of Trustees consists of five members and one deputy member. The Foundation does not conduct any business activities, and all its funds are spent to the benefit of society in accordance with the Statutes of

the Foundation. The activity of the Foundation does not affect the environment negatively. There has not been any absence due to illness or injuries. The conditions for continued operations are present. The Foundation is subject to and regulated by the Norwegian Foundation Act, and is supervised by the Norwegian Foundation Authority.

During 2021, the Foundation distributed NOK 47 859 800 mill. as follows:

	NOK	%
Children and youth	18 904 800	40
Music and culture	14 195 000	30
Health and research	5 010 000	10
Other projects for the benefit of society	9 750 000	20
Total	47 859 800	100

Total distributions 2022-2021: NOK 735 256 800

Administration costs: 3,4% of total income.

We wish to sincerely thank all employees of the Grieg Group. It is their hard work that enables the Foundation to continue to develop its charitable activities.

Bergen, 28 March 2022



Elna-Kathrine Grieg
Chair



Elisabeth Grieg
Board Member



Per Grieg sr.
Board Member



Benedicte Willumsen Grieg
Board Member



Gry Larsen
Board Member



Nicolai H. Grieg
Board Member



Ingvild Hestad
General Manager

REVENUE STATEMENT

All amounts in NOK

	Note	2021	2020
Expenses			
Employee benefits expenses	1	1 363 188	1 388 146
Depreciation and amortisation expenses	6	180 927	0
Other expenses	7	1 643 826	927 844
Total expenses		3 187 941	2 315 991
Operating profit			
		-3 187 941	-2 315 991
Financial income and expenses			
Other interest income	3	1 009 014	1 604 128
Other financial income	2, 3	92 439 544	33 289 154
Net financial items		93 448 558	34 893 282
Net profit after tax			
		90 260 617	32 577 291
Net profit or loss			
	5	90 260 617	32 577 291
Attributable to			
Distributions	5	47 859 800	50 638 880
Other equity		42 400 817	0
Transferred from other equity		0	18 061 589
Total		90 260 617	32 577 291

BALANCE SHEET

All amounts in NOK

	Note	2021	2020
Assets			
Non-current assets			
Intangible assets			
Web	6	989 470	557 885
Total intangible asset		989 470	557 885
Property, plant and equipment			
Art Investments	6	25 585 848	23 403 160
Total property, plant and equipment	6	25 585 848	23 403 160
Non-current financial assets			
Investments in shares	2	1 355 598 500	1 355 598 500
Total non-current financial assets		1 355 598 500	1 355 598 500
Total non-current assets		1 382 173 818	1 379 559 544
Current assets			
Investments			
Market-based financial investment	3	104 956 201	97 979 610
Total investments		104 956 201	97 979 610
Cash and cash equivalents		69 768 731	32 144 817
Total current assets		174 724 932	130 124 427
Total assets		1 556 898 750	1 509 683 971
Equity and liabilities			
Equity			
Paid-in capital			
Basic capital		1 243 980	1 243 980
Total paid-up equity		1 243 980	1 243 980

BALANCE SHEET CONT.

All amounts in NOK

	Note	2021	2020
Retained earnings			
Other equity		1 550 633 272	1 508 232 455
Total retained earnings		1 550 633 272	1 508 232 455
Total equity	5	1 551 877 252	1 509 476 435
Liabilities			
Current liabilities			
Trade payables		79 690	0
Public duties payable		87 827	88 784
Other current liabilities	4	4 853 980	118 752
Total current liabilities		5 021 497	207 536
Total liabilities		5 021 497	207 536
Total equity and liabilities		1 556 898 750	1 509 683 971

Bergen, 28 March 2022
The Board of Grieg Foundation



Elna-Kathrine Grieg
Chair



Elisabeth Grieg
Board Member



Per Grieg sr.
Board Member



Benedicte Willumsen Grieg
Board Member



Gry Larsen
Board Member



Nicolai H. Grieg
Board Member



Ingvild Hestad
General Manager

Accounting principles

The Financial Statements have been prepared in accordance with the Norwegian Accounting Act and generally accepted accounting principles for Small Companies.

REVENUE

The revenue consists of return on capital shares and market-based financial investments. This is entered as financial income in the annual report.

TAX

Grieg Foundation is a foundation without acquisitions for the purpose and is thus exempt from income and wealth tax according to the Norwegian Tax Act § 2-32.

FIXED ASSETS

Fixed assets include assets for permanent ownership and use. Fixed assets are entered in the balance sheet at acquisition cost, less accumulated depreciation. Intangible assets are depreciated over their economic life span.

CLASSIFICATION OF CURRENT ASSETS AND CURRENT LIABILITIES

Current assets and liabilities consist of posts that fall due for payment within one year after the balance date, as well as posts who relate to the product cycle. Current assets are valued at acquisition cost or actual value, whichever is lower.

SHARES IN ASSOCIATED COMPANIES

Long term equity investments are capitalized at acquisition cost unless write-downs have been necessary. Write-downs has been made at fair value when write-down is due to reasons that are not to be expected to be temporary. Write-downs are reversed when the basis for write-down is no longer present. Dividends are recognized as financial income in the year of payment.

INVESTMENTS IN MARKET-BASED FINANCIAL INSTRUMENTS

For short-term investments in market-based financial instruments, the market value principle is used. The value in the balance sheet corresponds to the market value of the investments of 31.12. Dividends received and realized, and unrealized gains / losses are recognized in the income statement as financial items.

DISTRIBUTIONS

Distributions of funds are booked in the year which the board have decided on distributions, regardless of the time of payment, provided that the terms and conditions for distributions are met.

NOTE 1 Wage cost

All amounts in NOK

Wage COST	2021	2020
Salaries	1 084 357	1 116 096
Employer's tax	167 910	160 771
Pension costs	91 162	87 828
Other benefits	19 760	23 451
Total	1 363 188	1 388 147

The foundation has in 2021 employed 1,5 FTE (full-time equivalent).

NOTE 2 Shares in associated companies

All amounts in NOK

	Stake	Acquisition value	Book value
DS/FKV/TS			
Grieg Maturitas II AS	25,0%	1 355 598 500	1 355 598 500
Sum		1 355 598 500	1 355 598 500

Grieg Foundation have in 2021 received NOK 86 250 000 in dividend from Grieg Maturitas II AS.

NOTE 3 Market-based financial instruments

All amounts in NOK

	Acquisition cost	Market value	Book value	Change in value
Equity fund	38 810 597	47 207 045	47 207 045	7 257 324
Bonds	38 645 340	38 415 011	38 415 011	-1 301 693
Money market fund	19 316 484	19 334 144	19 334 144	-9 275
Total	96 772 421	104 956 200	104 956 200	5 946 356

The accumulated change in value as of 31.12.2021 is NOK 8,183,779.

Market-based financial instruments are valued at fair value. Fair value is determined according to the value that is observable in the market on the balance sheet date.

NOTE 4 Current liabilities

All amounts in NOK

	2021
Approved, unpaid distributions	4 680 000

NOTE 5 Equity

All amounts in NOK

	Share capital	Other equity	Total equity
Equity at 31.12.2020	1 243 980	1 508 232 455	1 509 476 435
Profit for the year		90 260 617	90 260 617
Distributions 2021		-47 859 800	-47 859 800
31.12.2021	1 243 980	1 550 633 272	1 551 877 252

NOTE 6 Fixed assets

All amounts in NOK

	Website and application portal	Art	Total
Acquisitions cost 01.01.21	557 885	23 403 160	23 961 044
+ Additions	612 512	2 182 688	2 795 200
= Total acquisition cost 31.12.21	1 170 397	25 585 848	26 756 245
Accumulated depreciation 31.12.21	180 927		180 927
= Total book value 31.12.21	989 470	25 585 848	26 575 318
Depreciation for the year	180 927		180 927
Economic life	5 years	No depreciation	
Depreciation plan	Linear	No depreciation	

NOTE 7 Other operating costs

The increase in other operating costs is primarily due to investment in new systems and visibility campaigns.

INDEPENDENT AUDITOR'S REPORT

BERGEN REVISJON AS

Bergen Revisjon AS
Strandgaten 9
5013 Bergen
Org.nr: NO 994 724 010 MVA

To the board of the Grieg Foundation

Independent auditor's report

Statement on the annual accounts

Opinion

We have audited the financial statements of Grieg Foundation showing a profit before distributions of NOK 90 260 617. The financial statements comprise the balance sheet as at December 31, 2021, the statement of income for the year then ended and notes to the financial statements, including a summary of significant accounting policies.

In our opinion

- the financial statements comply with applicable statutory requirements, and
- the financial statements give a true and fair view of the financial position of the Foundation as at December 31, 2021 and of its financial performance for the year then ended in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Foundation as required by laws and regulations and the International Ethics Standards Board for Accountants' Code of International Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors and the General Manager (management) are responsible for other information. Other information consists of the board's report for 2021. Our conclusion on the annual accounts above does not cover other information.

In connection with the audit of the annual accounts, it is our task to read other information. The purpose is to assess whether there is a significant inconsistency between other information and the annual accounts and the knowledge we have gained during the audit of the annual accounts, or whether the information in other information otherwise appears to be materially incorrect. We have a duty to report if other information appears to be materially incorrect. We have nothing to report after reading the board's report for 2021.

Responsibilities of the management for the Financial Statements

The Board of Directors and the General Manager (management) are responsible for the preparation of financial statements that give a true and fair view in accordance with the Norwegian Accounting Act and accounting standards and practices generally accepted in Norway, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Foundation's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting insofar as it is not likely that the enterprise will cease operations.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

For further description of Auditor's Responsibilities for the Audit of the Financial Statements reference is made to:

<https://revisorforeningen.no/revisjonsberetninger>

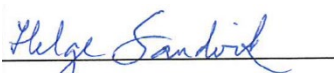
Statement on other legal requirements

Conclusion on distribution and management

Based on our audit of the annual accounts as described above, and control actions we have found necessary in accordance with the International Standard on Assurance Engagements (ISAE) 3000 "Assurance engagements other than audits or reviews of historical financial information", we believe that the Foundation is managed and distributions has been made in accordance with law, the Foundation's purpose and the articles of association in general.

Bergen, 01.06.2022

Bergen Revisjon AS



Helge Sandvik

State Authorised Public Accountant



PO Box 234 Sentrum,
NO-5804 Bergen, Norway

E-mail: grieg.foundation@grieg.no
Web: www.griegfoundation.com

 [griegfoundation](https://www.instagram.com/griegfoundation)

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