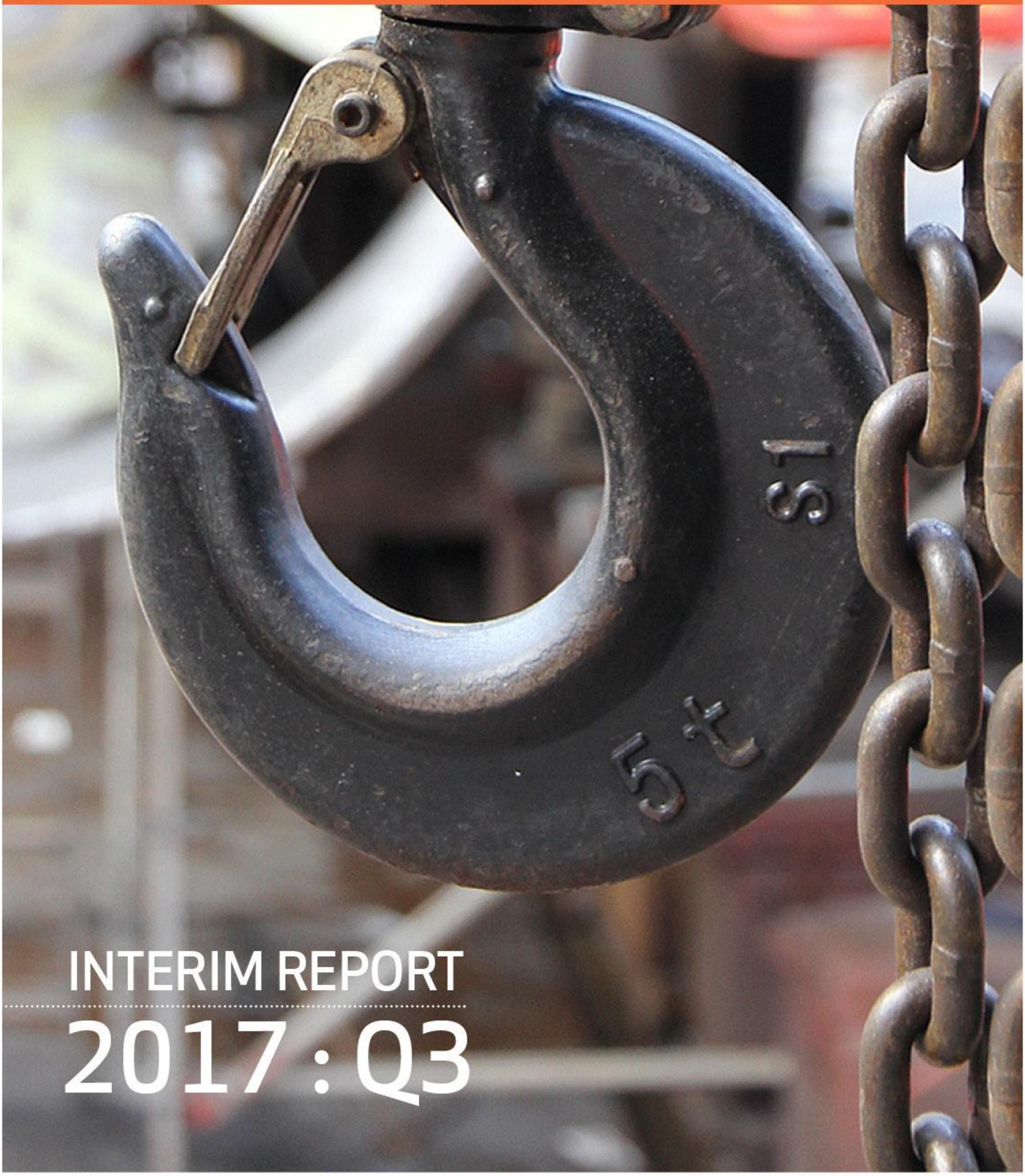
BERGEN GROUP

BERGEN GROUP

QUALITY THROUGH SERVICE AND INNOVATION



INTERIM REPORT

2017 : Q3

Bergen Group ASA Interim Report Q3 2017

Key figures for Q3 2017

- NOK 60 million in turnover in Q3 (NOK 56 million in Q3 2016).
- NOK 1.8 million in EBITDA in Q3 (NOK 0.3 million in Q3 2016).
- Profit after tax of NOK 0.8 million (NOK -4.6 million in 2016).
- Order books of NOK 137 million, a minor reduction compared to end of Q2 2017.
- Year-To-Date turnover of NOK 209 million (NOK 181 million in YTD 2016).
- Year-To-Date EBITDA of NOK 5.3 million (NOK 7,1 million in YTD 2016) The YTD-numbers includes an accounting cost of MNOK 3 related to exercise of share options carried out in Q2 2017

Maritime Service with increased capacity; basis for further growth established

- Increased capacity secured in Q3; both maintenance shops and more quay facilities.
- 3-year framework agreement established with Norled AS
- Targeted recruitment will provide increased capacity for engine maintenance.

Access technology with strengthened market position

- Ekofisk-contract as subcontractor for services related to Decom operations
- Increased activity on land-based projects
- 3rd quarter has generated a strengthened order book and a positive operating profit

Growth ambitions are maintained; both organically and structurally

KEY FIGURES **Amounts in TNOK**	**Q3 2017**	**Q3 2016**	**YTD 2017**	**YTD 2016**
Operating revenue*	60 097	56 452	208 856	181 184
EBITDA	1 858	350	5 374	7 123
EBIT	1 532	(1 023)	2 262	2 845
Loss before tax from continuing operations	809	(4 391)	5	(3 765)
Net profit from continuing operations	809	(4 391)	5	(3 765)
Net loss from discontinued operations	-	(185)	-	(545)
Total profit / (loss)	809	(4 576)	5	(4 309)
	-	-	-	-
Total Capital	282 124	497 311	282 124	497 311
Total Equity	206 559	76 469	206 559	76 469
Equity share	73,2 %	15 %	73,2 %	15 %
Net interest bearing debt	16 605	14 011	16 605	14 011
	-	-	-	-
Order backlog - Services	137 100	165 000	137 100	165 000

* Figures for operating revenue includes intercompany eliminations.

Financial Review

This interim report has been developed according to IAS 34 “Interim Financial Reporting”, and follows the same accounting principles as the annual accounts for 2016. From 1 May 2017 Bergen Group AAK AS (formerly AAK Energy Services AS) is consolidated into the group's financial statements. Comparative figures for Q3 2016 and YTD 2016 do not include Bergen Group AAK.

Profit and loss statement Q3 2017

Bergen Group recorded total revenue of NOK 60 million in Q3 2017, compared to NOK 56 million in Q3 2016. EBITDA in Q3 2017 was NOK 1.8 million compared to NOK 0.3 million in Q3 2016.

After depreciation and Amortization of NOK 0.3 million, EBIT in Q3 2017 was NOK 1.5 million, compared to NOK -1.0 million in Q3 2016.

Net financial items was NOK -0.7 million in Q3 2017, compared to NOK -3.4 million in Q3 2016.

EBT was NOK 0.8 million in Q3 2017, compared to NOK -4.4 million in Q3 2016. Net profit was NOK 0.8 million in Q3 2017, compared to NOK -4.6 million in Q3 2016.

Balance sheet and cash flow per Q3 2017

Total assets for Bergen Group were NOK 282 million per end Q3 2017, whereas cash and cash equivalents included restricted cash were NOK 50 million.

Interest bearing debt was NOK 16.6 million at end of Q3 2017, of which all relates to convertible loan, compared to interest bearing debt of NOK 66.4 million at end Q3 2016. Bergen Group’s book equity end Q3 2017 was NOK 206.5 million, equal to an equity ratio of 73.2 %.

Bergen Group generated a net positive cash flow of NOK 6.0 million in Q3 2017. Cash flow from operations activities was NOK 4.4 million. Cash flow from investment activities was NOK 1.5 million. Cash flow from financing at NOK 0, as no new funding was raised in Q3, neither changes in interest bearing debt.

Reporting segments

This interim report reports for the following independent segments:

- **Services** (Bergen Group Services AS, Bergen Group Technology AS and Bergen Group AAK)
- **Other** (other Group activities)

The operative activity in the reporting segment Services as of 30 September 2017 is exercised by the subsidiaries Bergen Group Services AS and Bergen Group AAK AS. Bergen Group AAK AS was consolidated into the group as of May 2017, and historical figures for this company are not taken into account in comparative figures for 2016.

Bergen Group is in process of finalising structural adjustment through mergers of the Group's various subsidiaries, which currently do not have operating activities. This will significantly reduce the number of legal entities in the Group. It is expected that all mergers have been completed in Q4 with accounting effect in 2017.

SEGMENT SERVICES	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Operating revenue*	59 082	54 136	208 345	178 981
EBITDA	5 976	3 429	17 014	14 156
Depreciation, amortisation	(1 565)	(1 221)	(2 193)	(4 022)
Impairment	-	-	-	-
EBIT from continuing operations	4 354	2 209	14 821	10 134
	-	-	-	-
EBIT from discontinued operatins	-	(10)	-	(154)
Order backlog	137 100	165 000	137 100	165 000

*Figures for revenues excludes intercompany eliminations

Segment Services includes Bergen Group AAK figures from May. Comparative figures does not include Bergen Group AAK

Bergen Group Services focuses on the three market areas Energy & Industry, Maritime and Defense. The company has a well established position in maritime service and ship maintenance based on the company's extensive expertise in carrying out complex maritime service projects. The primary geographical market is Western Norway, but the extent of travel-based assignments elsewhere in the country and towards offshore installations has shown increasing activity in the last year.

The activity is a combination of long-term framework agreements with civilian and military customers, as well as framework and service agreements with national and international suppliers. At the end of Q3, the company was awarded a 3-year framework contract for the delivery of various maritime service and maintenance services to the shipping company Norled AS, which has a total fleet of about 80 ferry and speedboats. The contract period has effect as from Q4 2017 and expires in Q3 2020. Bergen Group Services AS is one of several along the Norwegian coast which will deliver these services to the shipping company.

Shiptecnical maintenance and maritime services in Q3 have been characterized by lower activity in the summer periods, due to reduced capacity in the holiday period and necessary maintenance of facilities. From 1 August 2017, the company secured additional capacity on both service and repair shops as well as quay, in connection with the dry dock in the former BMV area at Laksevåg. This enable incrased activity.

The Energy & Industry division is still operating in a challenging marked characterized by short-term assignments and fierce competition with subsequent price pressure.

The operational activity related to the Norwegian Armed Forces has in total somewhat declined in Q3 due to a lower acitvity on shiptechnical maintenance related to the Frigates. The company's other activity towards the Armed Forces has been good, and the Norwegian Armed Forces is considered an important customer for the company also in the years to come.

In September, Bergen Group informed that a cooperation with three other companies located in the Bergen-area had been established a cooperation in order til increase the capacity and competitiveness of deliveries of service and maintenance towards the Norwegian Armed Forces. The collaboration currently consist of Bergen Group Services AS, Karsten Moholt AS, Servi Group AS and Electronicon AS. These four companies each have a long and partly extensive experience with the provision of various service and maintenance services to different departments of the Norwegian Armed Forces.

Bergen Group AAK AS has a well established market position in providing access technology related to maintenance and modification work within different fields of expertise. The services are provided to various sectors requiring demanding access, such as including decom projects, onshore and offshore oil and gas installations, wind farms, road and other infrastructure.

Bergen Group AAK AS was in Q3 awarded a contract with AF Offshore Decom AS for delivery of subcontractor services related to demolition and dismantling of topside installations in the Ekofisk field. The agreement applies initially for the period 2017-2018, and contribute to a good activity level for Bergen Group throughout the winter.

The company have decided not to uphold their activity level in the most competivite segments caracterized by a non-sustainable price competition, thus accepting a reduction in the operational activity, to obtain profitability. Bergen Group AAK has implemented a number of measures to strengthen earnings and adapt production capacity to anticipated market opportunities and which is expected to produce positive effects in the coming quarters.

SEGMENT OTHER	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Operating revenue	1 015	1 014	3 597	3 112
EBITDA*	(1 099)	(2 953)	(8 621)	(7 033)
Depreciation, amortisation	1 239	(135)	(919)	(256)
Impairment	-	-	-	-
EBIT from continuing operations	(2 823)	(3 088)	(12 559)	(7 289)
EBIT from non - contiued operations	-	(205)	-	(391)

** Includes cost related to options NOK 3 mill in 2017*

Segment other comprise other activities in the Group.

QHSE

Bergen Group works systematically and continuously in improving KHMS (Quality, Health, Environment and Safety) performance, systems and security culture associated with all operations within the Group. The group has a zero vision for HSE and events that affect the external environment as well as a zero-error philosophy of quality. The goal is to prevent employees from getting hurt or sick at work, ensuring the correct quality of our deliveries and avoiding environmental impacts around us.

In the third quarter of 2017, the Group had one (1) loss of absence among its own employees. This was an employee inflicting a sprain in the foot when working in a dock.

Accumulated HSE target figures for the first half (based on rolling 12 months) for the subsidiaries Bergen Group Services AS and Bergen Group AAK AS are:

LTA / H1 = 9.8 (Lost Time Accidents)
TRI / H2 = 10.6 (Total Recordable Injuries)
F value = 484.4 (Absence Day Rate)

These measurements are considered to be high. The values relate to three injuries where one of them has caused long sick leave. Measures have been taken to prevent similar events.

Bergen Group Services AS has followed the company's adopted program for continuous work with quality and HSE in the third quarter. The company still has focus on reporting improvement proposals and observations. Along with risk assessments, reporting is used for preventive work. The trend from Q2 continues in Q3 and shows satisfactory reporting based on goals.

Bergen Group AAK AS is incorporated into Quality and HSE reporting as from 3Q 2017. The systematic efforts to avoid damage and quality errors continue internally and in cooperation with the company's project customers. During the current period, internal audits of main and support processes in the company's quality system have been carried out in preparation for periodic review and certification in accordance with the new ISO 9001: 2015.

HR / Personnel

As of September 30, 2017 there were 210 employees in Bergen Group, all of them mainly full-time positions.

Bergen Group conducts ongoing competence and capacity adjustment in relation to market development and operational activities. During the third quarter, layoffs have been used in periods within the Energy & Industry market. Both within Bergen Group Services (Maritime Service) and Bergen Group AAK, there has been new recruitments in Q3.

The two subsidiaries Bergen Group Services and Bergen Group AAK operate within market areas that are partly independent of each other but in many areas coincide with competence requirements and requirements for available capacity. The company’s focus on ensuring the best possible coordination of resource use and production capacity between the various departments

The average sickness absence among employees In Bergen Group Services was 6.1% in Q3; 2.9% on short-term absence and 3.2% on long-term absence. The figure shows a decline from Q2, but is still not considered satisfactory. Together with the corporate management, the Board has a close follow-up of measures and processes that can contribute to reduce the absence going forward. Sick leave in Bergen Group AAK was 4.3% in Q3 2017.

The working environment is generally considered to be good. Bergen Group has zero tolerance to all types of harassment, discrimination or other behaviour that colleagues, business associates or others may perceive as threatening or abusive. All employees are entitled to equal treatment.

Group Management: As from 1 July 2017, Hans Petter Eikeland and Nils Hoff joined permanent positions as respectively CEO and CFO in Bergen Group ASA. Eikeland and Hoff have had these positions as consultants since the summer of 2015.

Apprentices: Bergen Group focuses on further developing capacity and competence within the various market areas in which the Group operates. The Group considers an active apprenticeship scheme as strategic and competence-critical. At the end of the quarter there were 4 employees with apprenticeship contracts.

Risks and uncertainty

Bergen Group ASA is exposed to both operational and financial risk. The Board of Bergen Group ASA has a strong focus on ethics and risk management, and efforts are being made to reduce the Group's overall risk exposure. The main risk factors are financial risk and project risk, including general counterparty risk .

Financial risk includes credit risk, market risk and liquidity risk. The financial risk picture that has been significantly reduced in connection with the comprehensive restructuring and refinancing process that was completed at the end of Q4 2016.

Project risk has previously represented a major risk factor for Bergen Group, primarily due to the Group's previous execution of large and comprehensive projects in shipbuilding and rigging upgrades. Currently the Group has limited risk exposure to individual projects.

Market risk is mainly linked to strong fluctuations in market areas in which the Group operates. The Group currently has a diversified operational activity that takes place within different market areas, which are partly independent of each other. Market risk is in general considered to be limited, however with a certain risk related to renewal of major frame contracts.

In addition to an ongoing general operational risk, the Board of Directors considers that there are no risk factors that as of 2 November 2017 affect the Group to a significant extent.

Related parties

In Q3 2017 there has not been any transactions or agreements entered into with any related parties.

Share capital and shareholder information

Shareholders: Bergen Group ASA has had a marked increase in the number of shareholders in the past year. At the end of Q3 2017, the company had a total of 1,557 shareholders, compared with 937 shareholders at the end of Q3 2016. Updated overview of the company's 20 largest shareholders is available on the company's IR pages at www.bergengroup.no.

Stock trades and share price: In Q3 2017 a total of 6,540 transactions were carried out in the company's shares, with a total volume of 41.5 million shares. Corresponding figures in the second quarter of 2017 were 9,612 transactions and 50.2 million shares in total volume. In Q3 2017, the company's shares were traded at prices between NOK 1.50 and NOK 2.65 (NOK 1.50 and NOK 4.20 in Q2 2017).

The closing price of Friday 28 September 2017 was NOK 2.42 (NOK 1.73 at the end of Q2 2017). This values the company's market value in the stock market to NOK 227 million at the end of Q3 2017, compared to NOK 163 million at the end of Q2 2017.

Repair issue terminated: In connection with the private placement of NOK 23 million which was completed on June 1, 2017, it was announced that the Board would consider a subsequent offering with the same subscription price (NOK 2.70). As the market price of the company's shares since 22 June 2017 had been significantly lower, and at the same time traded at relatively high volumes, the Board decided on 14 July 2017 not to carry out any repair issue.

Subsequent events

In a stock exchange message on 16 October 2017, the marked was informed about Tor Lars Onarheim resigning from his position as chairman and board member of Bergen Group ASA. The main shareholders have proposed Hans Petter Eikeland to be elected as the new chairman of the board at the Extraordinary General Meeting to be held on 8 November 2017.

Other than already disclosed stock exchange messages, there has been no events after the balance sheet date assumed to have any impact on the valuation that appears in the accounting figures in this report.

Outlook

Bergen Group upholds the strategy of being an attractive industrial group with a strong position as a service and solution provider to both the offshore and onshore markets. The Group has a strong focus on assessing alliances and forms of collaboration with other companies such as complementary activities, potential for synergies, increased market position and entry into new market areas.

The subsidiary Bergen Group AAK, acquired in the Q2 2017, has an well-established and extensive expertise in providing offshore projects with high demands on advanced access technology. The Q3-awarded contract related to demolition and dismantling of topside installations on the Ekofisk field is considered important for the company when it comes to utilizing and further developing this competence. The agreement, which initially applies for the period 2017-2018, means that Bergen Group AAK is expected to generate high offshore activity throughout the winter.

Bergen Group AAK also aims to strengthen the sales of services towards land-based market areas, such as public infrastructure (bridges) and wind farms.

Bergen Group AAK's market potential is considered being strengthened after becoming a part of Bergen Group, including the expected effects from collaboration with Bergen Group Services on projects, both for offshore and land-based.

The subsidiary Bergen Group Services has for many years show strong and profitable operational operations related to the company's expertise in complex maritime service projects. The company's performance in Q3 is to some extent influenced by the ongoing operational readjustment due to the discontinuation of the frigate contract. It is expected that this will be offset by increased activity in other market areas, such as the new frame contract awarded in Q3 related to maritime service in the civilian market. The basis for activity growth within ship maintenance and maritime service is considered to be good.

Order books: At the end of Q3 2017, Bergen Group had a total order backlog of NOK 137 million, representing a minor decline compared to the end of Q2 2017 (NOK 146 million in order reserves). During the third quarter, the order backlog in the subsidiary Bergen Group AAK as well as in the Maritime Service division in Bergen Group Services has increased. The reduction in the order backlog of Bergen Group Services during the quarter is mainly due to a reduced residual value of remaining assignments related to the frigate agreement expired 30 June 2017.

The order backlog as of 30 September 2017 does not include the value of options related to existing contracts.

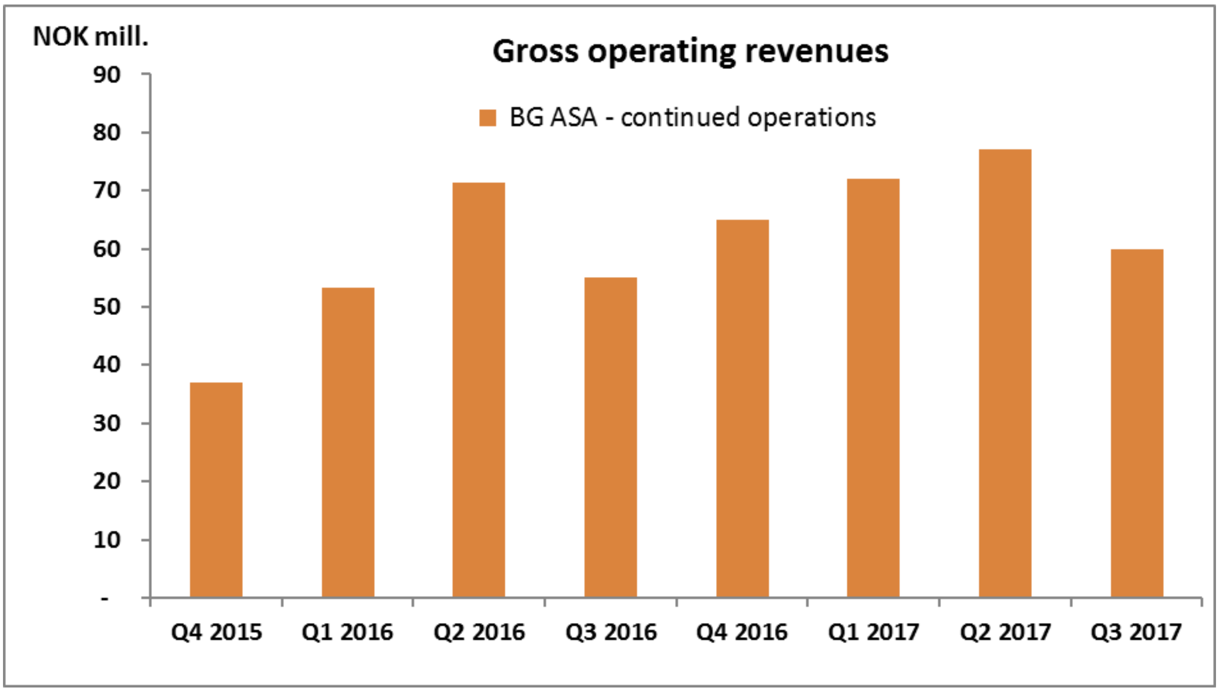
Bergen, 2 November 2017

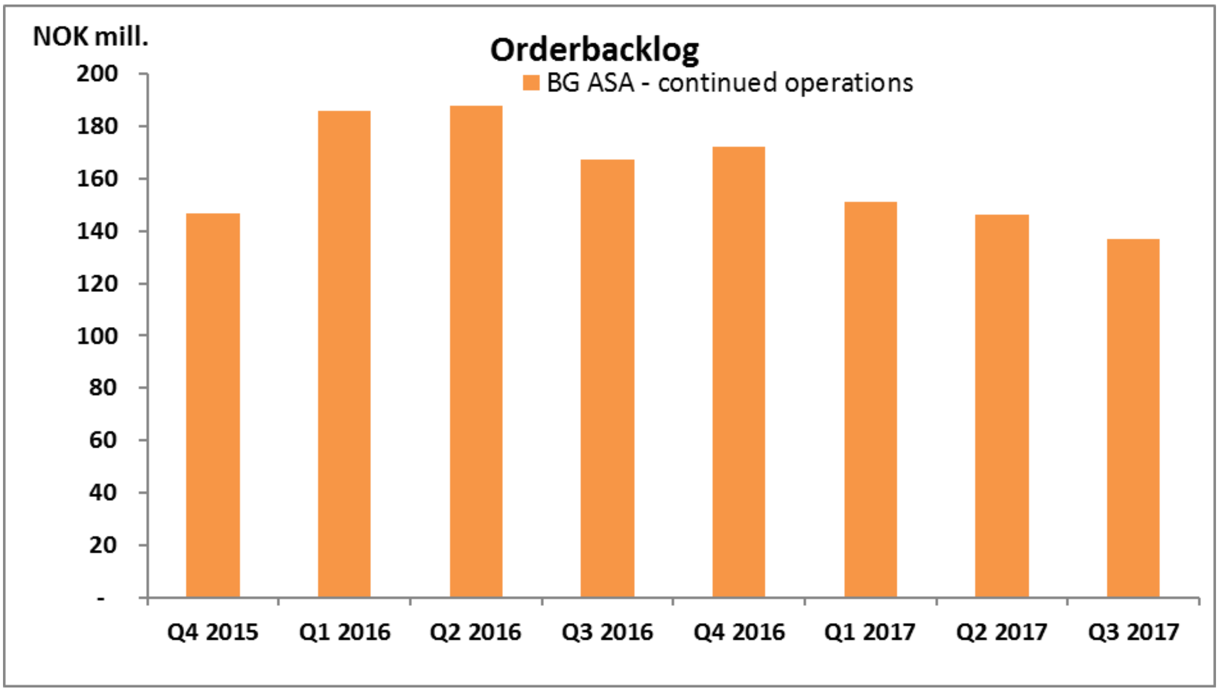
The board of directors and the CEO of Bergen Group ASA

Espen Berge
Tove Ormevik
Tracy Chang
Jorunn Ingebrigtsen, employee-repr.

Magnus Stangeland
Bente Stangeland
Kristoffer Hope, employee repr.

Hans Petter Eikeland, CEO


NOK mill.
Gross operating revenues
BG ASA - continued operations
90
80
70
60
50
40
30
20
10
-
Q4 2015
Q1 2016
Q2 2016
Q3 2016
Q4 2016
Q1 2017
Q2 2017
Q3 2017


NOK mill.
Orderbacklog
BG ASA - continued operations
200
180
160
140
120
100
80
60
40
20
-
Q4 2015
Q1 2016
Q2 2016
Q3 2016
Q4 2016
Q1 2017
Q2 2017
Q3 2017

CONSOLIDATED INCOME STATEMENT (unaudited)	NOTE	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Continuing operations					
Operating revenue	4	**60 097**	**56 452**	**208 856**	**181 184**
Cost of sales		(21 857)	(26 281)	(82 898)	(84 179)
Payroll expenses		(28 045)	(19 822)	(89 343)	(66 217)
Cost related to options exercised		-	-	(3 020)	-
Other operating expenses		(8 337)	(10 000)	(28 221)	(23 664)
Operating result before depreciations and write-dow	4	**1 858**	**350**	**5 374**	**7 123**
Depreciations		(326)	(1 373)	(3 112)	(4 278)
Write-down		-	-	-	-
Operating result (EBIT)	4	**1 532**	**(1 023)**	**2 262**	**2 845**
Financial income		24	31	285	1 328
Financial expenses		(747)	(3 400)	(2 542)	(7 938)
Result before taxes		**809**	**(4 391)**	**5**	**(3 765)**
Taxes		-	-	-	-
Result after taxes from continuing operations		**809**	**(4 391)**	**5**	**(3 765)**
		-	-	-	-
Discontinued operations		-	-	-	-
Result after taxes from discontinued operations		-	(185)	-	**(545)**
Result		**809**	**(4 576)**	**5**	**(4 309)**
		-	-	-	-
Result attributable to:		-	-	-	-
Owners of the parent Company		809	(4 576)	5	(4 309)
Non-controlling interests		-	-	-	-
Result		**809**	**(4 576)**	**5**	**(4 309)**
Earnings per share					
Basic earnings per share (NOK)		0,01	-0,08	0,00	-0,07
Diluted earnings per share (NOK)		0,01	-0,08	0,00	-0,07
Weighted average no. of shares outstanding (millions)*		93,96	60,62	93,96	60,62
Diluted weighted avgerage no. of shares outstanding (millions)		93,96	60,62	93,96	60,62

**Ref note 8*

Bergen Group ASA Interim report Q3 2017 Amounts in TNOK

CONSOLIDATED BALANCE SHEET
(unaudited)

	NOTE	30.09.2017	30.09.2016
ASSETS			
Deferred tax asset	10	20 521	19 000
Other intangible assets and goodwill	9	106 447	105 746
Property, plant and equipment		4 945	5 317
Equity-accounted investees		-	82
Other receivables		-	-
Total non-current assets		**131 912**	**130 145**
Inventories		3 807	4 009
Work in progress		53 701	45 252
Trade receivables	6	27 431	32 432
Other receivables	6	15 246	248 378
Cash and cash equivalents	5	50 027	37 095
Total current assets		**150 212**	**367 166**
Total assets		**282 124**	**497 311**
EQUITY AND LIABILITIES			
Equity			
Share capital	8	93 958	60 622
Share premium		17 409	-
Other paid-in equity		-	-
Retained earnings		95 191	15 847
Total equity		**206 558**	**76 469**
Liabilities			
Loans and borrowings		16 605	258
Pension liabilities		40	40
Other liabilities		3 490	3 490
Total non-current liabilities		**20 135**	**3 788**
Loans and borrowings	6	-	35 991
Trade payables	6	31 875	58 896
Taxes payable		-	-
Other current liabilities	6	23 556	322 167
Total current liabilities		**55 431**	**417 054**
Total liabilities		**75 566**	**420 842**
Total equity and liabilities		**282 124**	**497 311**

Bergen Group ASA Interim report Q3 2017 Amounts in TNOK

CONSOLIDATED STATEMENT OF CASH FLOWS (unaudited)	NOTE	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Cash flow from operating activities					
Result from continuing operations		809	(4 391)	5	(3 765)
Result from discontinued operations		-	(185)	-	(545)
Result for the period		**809**	**(4 576)**	**5**	**(4 309)**
Adjustments for:					
Tax expense / Tax income from continuing operations		-	-	-	-
Tax expense from discontinued operations		-	-	-	-
Taxes paid		-	-	-	-
Depreciation, amortisation, impairment		326	1 373	3 112	4 278
Share of profit of equity-accounted investees, net of tax		-	-	-	-
Profit from sale of fixed assets		-	-	-	-
Effect of options exercised		-	-	-	-
Profit from sale of fixed assets		(467)	-	(467)	-
Changes in:		-	-	-	-
Trade receivables		12 800	(8 968)	9 484	(12 342)
Trade payables		4 112	2 759	(4 903)	32 590
Inventories / work in progress		(1 881)	5 083	(13 321)	(18 056)
Other current assets and accruals (*)		(11 279)	(2 520)	10 168	31 723
Net cash from operating activities		**4 420**	**(6 850)**	**4 077**	**33 884**
Cash flow from investments activities		-	-	-	-
Proceeds from sale of property, plant and equipment		1 991	-	1 991	-
Acquisition of property, plant and equipment		(403)	37	(3 793)	(208)
Net cash from investments activities		**1 588**	**37**	**(1 802)**	**(208)**
Cash flow from financing activities		-	-	-	-
Proceeds from new equity (capital increase)		-	-	28 675	-
Proceeds from long term loans and borrowings		-	-	16 437	-
Proceeds from current loans and borrowings					
Repayment of borrowings		-	-	-	-
Net cash from financing activities		**-**	**(30 435)**	**(36 133)**	**(31 298)**
Net change in cash and cash equivalents		6 008	(37 249)	11 254	2 378
Cash & cash equivalents at start of period		44 019	74 344	38 773	34 717
Cash & cash equivalents at end of period	5	50 027	37 096	50 027	37 095
Of which restricted cash at the end of the period		**16 876**	**14 857**	**16 876**	**14 857**

Bergen Group ASA Interim report Q3 2017 Amounts in TNOK

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (unaudited)

	Share capital	Share premium	Other paid-in equity	Retained earnings	Total equity
Equity 01.01.2016	**60 622**	**-**	**-**	**20 156**	**80 778**
Profit (loss)	-	-	-	73 137	73 137
Capital increase	18 392	3 678	-	-	22 071
Equity effect of share options	-	-	-	-	-
Other changes	-	-	-	(510)	(510)
Equity 31.12.2016	**79 014**	**3 678**	**-**	**92 783**	**175 476**

	Share capital	Share premium	Other paid-in equity	Retained earnings	Total equity
Equity 01.01.2017	**79 014**	**3 678**	**-**	**92 783**	**175 476**
Profit (loss)	-	-	-	5	5
Capital increase	14 944	13 731	-	-	28 675
Equity effect of share options	-	-	-	3 020	3 020
Other changes	-	-	-	(617)	(617)
Equity 30.09.2017	**93 958**	**17 409**	**-**	**95 191**	**206 559**

Bergen Group ASA Interim report Q3 2017 Amounts in TNOK

NOTES (unaudited)

Note 1 - Corporate information
Bergen Group ASA is a public limited company based in Norway, and was founded on 22 May 2007. The Company's registered office is at Laksevåg in Bergen. The main office is located at Straume, near Bergen. These consolidated financial statements comprise the Company and its subsidiaries (collectively the "Group" and individually "Group companies"). Bergen Group ASA is listed on Oslo Stock Exchange with the ticker BERGEN.

Note 2 - Interim report / Accounting principles / comparative figures
This interim report is in accordance with IAS 34 "Interim Financial Reporting" and follows the same accounting principles as the Group financial statements for 2016. An interim report does not include all the information required in a complete financial statement, and it should be read in relation with the Group financial statements for 2016. The financial statements are available at the group's web pages: www.bergengroup.no

Bergen Group AAK is consolidated as of May 01, 2017. Comparative figures does not include Bergen Group AAK.

Note 3 - Estimates and judgements in the accounts
Preparation of both interim accounts and financial statement according to IFRS includes judgments, estimates and assumptions, of which will influence on the reported values for both assets, liabilities, revenue and costs. During the preparation of the accounts the management used estimates based on best estimates, and assumptions considered to be fair and true based on historical knowledge. Actual amounts may differ from estimates.

Note 4 - Segment information

SEGMENT SERVICES	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Operating revenue*	59 082	54 136	208 345	178 981
EBITDA	5 976	3 429	17 014	14 156
Depreciation, amortisation	(1 565)	(1 221)	(2 193)	(4 022)
Impairment	-	-	-	-
EBIT from continuing operations	4 354	2 209	14 821	10 134
	-	-	-	-
EBIT from discontinued operatins	-	(10)	-	(154)
Order backlog	137 100	165 000	137 100	165 000

*Figures for revenues excludes intercompany eliminations

Segment Services includes Bergen Group AAK figures from May. Comparative figures does not include Bergen Group AAK

SEGMENT OTHER	Q3 2017	Q3 2016	YTD 2017	YTD 2016
Operating revenue	1 015	1 014	3 597	3 112
EBITDA*	(1 099)	(2 953)	(8 621)	(7 033)
Depreciation, amortisation	1 239	(135)	(919)	(256)
Impairment	-	-	-	-
EBIT from continuing operations	(2 823)	(3 088)	(12 559)	(7 289)
EBIT from non - contiued operations	-	(205)	-	(391)

** Includes cost related to options NOK 3 mill in 2017*

NOTES (unaudited)

Note 5 - Cash and cash equivalents

CASH AND CASH EQUIVALENTS Tall i TNOK	30.09.2017	30.09.2016
Cash and cash equivalents - liquid funds	33 151	22 238
Cash and cash equivalents - restricted funds	16 876	14 857
Total	**50 027**	**37 095**

Note 6 - Financial instruments

The group had as of 30 September 2017 the following financial assets; Cash and cash equivalents MNOK 50 (including restricted cash), accounts receivables MNOK 27, and other short term receivables MNOK 15. Financial obligations consisted of; Long term interest bearing debt MNOK 16, account payables MNOK 32, and other short term obligations MNOK 24. Long term debt of MNOK 16 relates to convertible loan from EEIM.

Note 7 - Financial risks

Financial risks imply credit risk, market risk and liquidity risk. The financial risk overview communicated to the market in the most recent interim reports, is considered to be significantly reduced as a result from the extensive restructuring and refinancing process, of which was completed at the expiration of Q4 2016. Further, the financial strenght has improved in 2017 with net proceeds of MNOK 29 from share issues. It is as of 03 November 2017, in addition to continous general operational risk, also including the related financial risk elements, the opinion of the Board of Directors, that there are no other risk elements having significantly negative impact on the Group.

Note 8 - Shareholder information

Bergen Group has raised new equity in 4 transactions during 1st half 2017.
After the registration of the new shares from these transacitons, the total share capital is NOK 93 957 685, distributed on 93 957 685 shares with nominal value NOK 1/per share

LARGEST SHAREHOLDERS 30.09.2017	# of shares	% ownership
BRIAN CHANG HOLDINGS	28 918 110	30,78
AS FLYFISK	22 397 940	23,84
EIKELAND HOLDING AS	5 823 024	6,20
BERGEN KOMMUNALE PENSJON	1 500 000	1,60
EAGLE AS	1 417 000	1,51
SUNDE FRANK ROBERT	1 370 963	1,46
PROFOND AS	1 241 111	1,32
SØR-VARANGER INVEST	916 774	0,98
BERGEN EIENDOM INVEST	851 851	0,91
NORDNET LIVSFORSIKRING	847 773	0,90
FJ HOLDING AS	833 000	0,89
ULVESETER SVEIN ATLE	744 911	0,79
FRIELE CAPITAL AS	740 740	0,79
MØVIK INVEST AS	676 487	0,72
JØRGENSEN PER	550 000	0,59
Nordnet Bank AB	517 621	0,55
BERNHD. BREKKE AS	494 505	0,53
NES KJELL GUNNAR	474 000	0,50
KANABUS AS	432 265	0,46
ROSENBERG INVESTERING	412 799	0,44
Total	**71 160 874**	**75,76 %**
Other shareholders	22 796 811	24,24 %
Total all shareholders	93 957 685	**100,00 %**

Note 9 - Intangible assets and goodwill

Bergen Group ASA performs a test of the value of goodwill and other intangible assets annually or at the end of each reporting period, if there is indication of impairment of the assets. As of 31.12. 2016, the Group performed an impairment test of goodwill and other intangible assets in accordance with requirements in IAS 36. The value in use has been used in order to determine recoverable amount. The calculations are based upon estimated future cash flows for the remaining cash generating unit, Bergen Group Services AS. The calculations are based upon budgets and long term profit goals for the period 2016 up to and including 2018. For subsequent periods, a growth rate of 0.5% has been used, of which is below the expected inflation rate. WACC of 11.5% after tax has been used. The other assumptions used, are similar to the description in the annual report 2015. Based upon this test, no changes in the values were recognized neither YE 2016, nor end Q3 2017. Further information available in the Annual report available on the company website www.bergengroup.no. The Company recognized 4.3 MNOK in intangible assets as part of Purchase Price Allocation related to Bergen Group AAK acquistion.

Note 10 - Taxes

Deferred taxes reflect the effects of temporary differences between the book value and tax value of assets and liabilities. The recorded value of deferred tax assets is NOK 21,5 million. The group has assessed that there are not convincing evidence sufficient for all taxable losses and other tax positions to be recognized as deferred tax assets. Deferred tax assets not recognized is estimated at NOK 48 million as per 31.12.2016. The Group has recorded an increase in Deffered Tax asset of MNOK 1.5 in Q2 as part of PPA.

Note 11 - Subsequent events

There have been no events after the balance sheet date, which is assumed to have any impact on the valuation that appears in the accounting figures in this report.