2017
ANNUAL REPORT

SBM OFFSHORE

EXPERIENCE MATTERS

4.5 NOTES TO THE COMPANY FINANCIAL STATEMENTS

4.5.1 INVESTMENT IN GROUP COMPANIES

The movements in the item Investment in Group companies are as follows:

Investment in Group companies

	2017	2016
Balance at 1 January	2,773	2,501
Reclassification to other receivables	41	42
Investments net value	**2,814**	**2,543**
Result of Group companies	(125)	204
Divestments and capital repayments	(232)	-
Dividends received	(118)	-
Other changes (a.o. IAS 39)[1]	189	54
Foreign currency variations	(9)	(27)
Movements	**(295)**	**230**
Balance at 31 December	**2,477**	**2,773**
Reclassification to other receivables[2]	46	41
Investments net value at 31 December	**2,523**	**2,814**

1 mainly relates to Cash flow hedges/net investment hedges (please refer to section 4.2.4 'Company's Consolidated Statement of changes in equity).
2 this relates to negative equity booked against the companies stand alone receivables on those investments.

An overview of the information on principal subsidiary undertakings required under articles 2: 379 of the Dutch Civil Code is given below. The subsidiaries of the Company are the following (all of which are 100% owned):

- SBM Offshore Holding B.V., Amsterdam, The Netherlands
- SBM Holding Inc. S.A., Marly, Switzerland
- SBM Holding Luxembourg S.à.r.l, Luxembourg, Luxembourg
- SBM Schiedam B.V., Rotterdam, The Netherlands
- Van der Giessen-de Noord N.V., Krimpen a/d IJssel, The Netherlands
- SBM Holland B.V., Rotterdam, The Netherlands
- FPSO Capixaba Holding B.V., 's Gravenhage, The Netherlands
- XNK Industries B.V., Dongen, The Netherlands

4.5.2 DEFERRED TAX ASSET

SBM Offshore N.V. is head of a fiscal unity in which almost all Dutch companies are included.
A deferred tax asset is recognized for tax losses of the fiscal unity which can be carried forward for a period of nine years and are expected to be recovered based on anticipated future taxable profits within the Dutch fiscal unity.

4.5.3 OTHER RECEIVABLES

	31 December 2017	31 December 2016
Amounts owed by Group companies	12	5
Other debtors	0	0
Total	**12**	**5**

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