



OFFSHORE

ENERGY. COMMITTED.

ANNUAL REPORT 2020

4.3.14 INTANGIBLE ASSETS

2020

	Development costs	Goodwill	Software	Intangible assets under construction	Patents	Total
Cost	34	-	16	-	19	69
Accumulated amortization and impairment	(16)	-	(11)	-	(19)	(46)
Book value at 1 January	18	-	5	-	0	23
Additions	4	-	8	18	-	30
Amortization	(4)	-	(3)	-	-	(7)
Other movements	(9)	-	0	13	-	4
Total movements	(9)	-	5	31	-	27
Cost	29	-	24	31	19	103
Accumulated amortization and impairment	(20)	-	(14)	-	(19)	(53)
Book value at 31 December	9	-	10	31	0	50

2019

	Development costs	Goodwill	Software	Intangible assets under construction	Patents	Total
Cost	27	-	13	-	19	60
Accumulated amortization and impairment	(12)	-	(9)	-	(19)	(41)
Book value at 1 January	15	-	4	-	0	19
Additions	7	-	2	-	-	9
Amortization	(4)	-	(2)	-	-	(6)
Other movements	-	-	1	-	-	1
Total movements	3	-	1	-	-	4
Cost	34	-	16	-	19	70
Accumulated amortization and impairment	(16)	-	(11)	-	(19)	(46)
Book value at 31 December	18	-	5	-	0	23

The increase in Intangible Assets Under Construction mainly relates to costs capitalized relating to the internal project 'Digital FPSO', the capitalization of software licenses and other capital expenditures related to the IT infrastructure upgrade project.

In 2020, the Company did not recognize any impairment related to intangible assets.

Amortization of development costs is included in 'Research and development expenses' in the income statement in 2020 for US\$(4) million (2019: US\$4 million).