



# Q2 2024 Results Presentation

21 August 2024



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## AGENDA

1. Q2 Highlights
2. Operational Review
3. Financial Review
4. Summary

# Another Successful Quarter

## GOOD DELIVERY ACROSS BUSINESS

- Q2 EBITDA of USD 85 million
- Q2 Revenue of USD 191 million
- 98% Financial Utilisation

## INDUSTRY LEADING CONTRACTS SECURED, FURTHER INCREASING BACKLOG UNTIL MID-2026

- Contract agreed with Equinor for use of the Deepsea Aberdeen for 8 x wells at a contract value of USD 121 million
- Order Backlog of USD 2.1 billion
  - USD 2 billion from firm contracts
- USD 0.1 billion from priced options

## PREPARATORY WORK FOR DEEPSEA ATLANTIC COMPLETED, SPS ON TIME AND ON BUDGET

- Deepsea Atlantic SPS completed in early Q3, ahead of schedule and on budget
- Unit now moves onto higher day rate contract

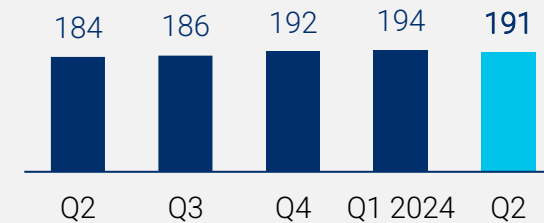
## Q2 DIVIDEND OF USD14.4 MILLION

- Q2 Quarterly Dividend of USD 0.06 per share declared

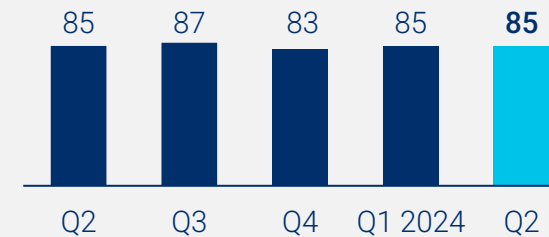
## Q2 DIVIDEND (USD)

# USD 14.4 m

## Revenue (USDm)



## EBITDA (USDm)



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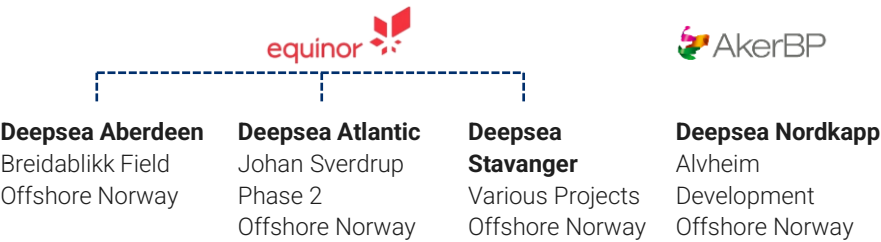




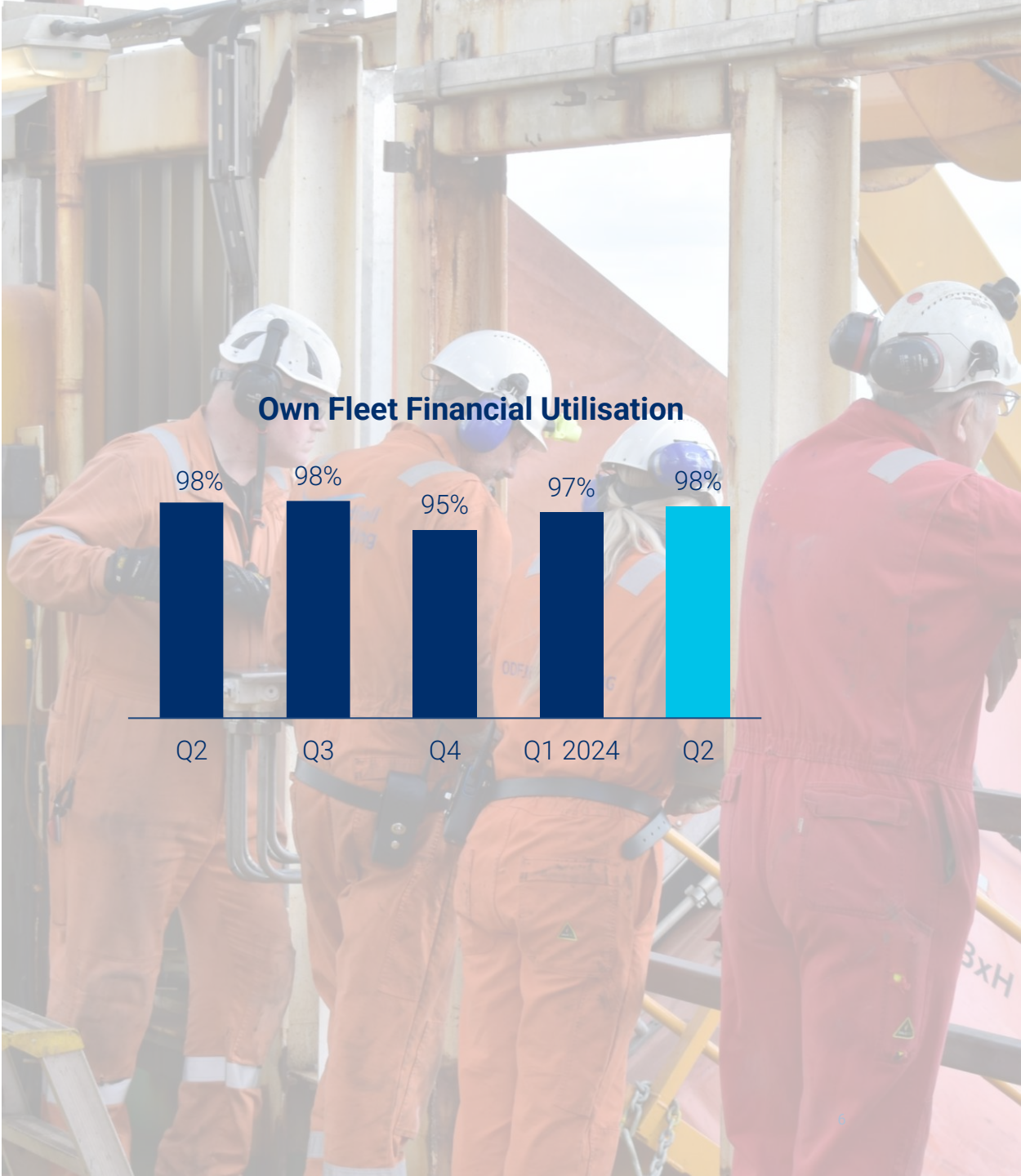
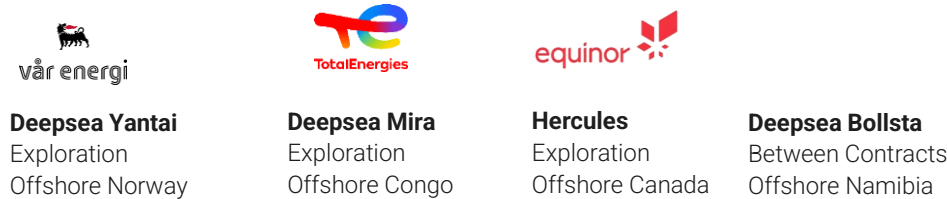
# Clients and Fleet Locations

Working for Tier 1 Majors and Supermajors

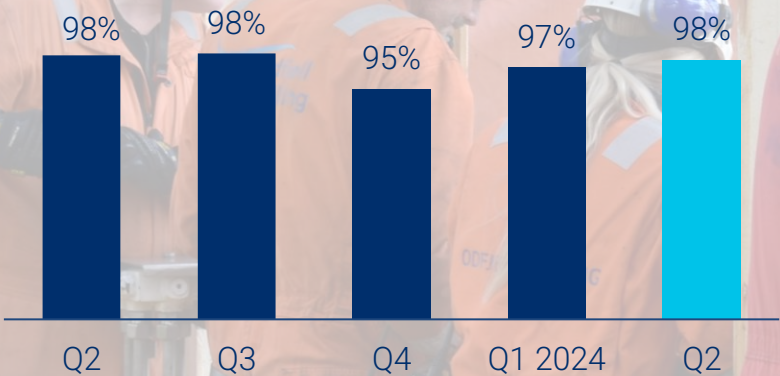
OWN FLEET



MANAGED FLEET

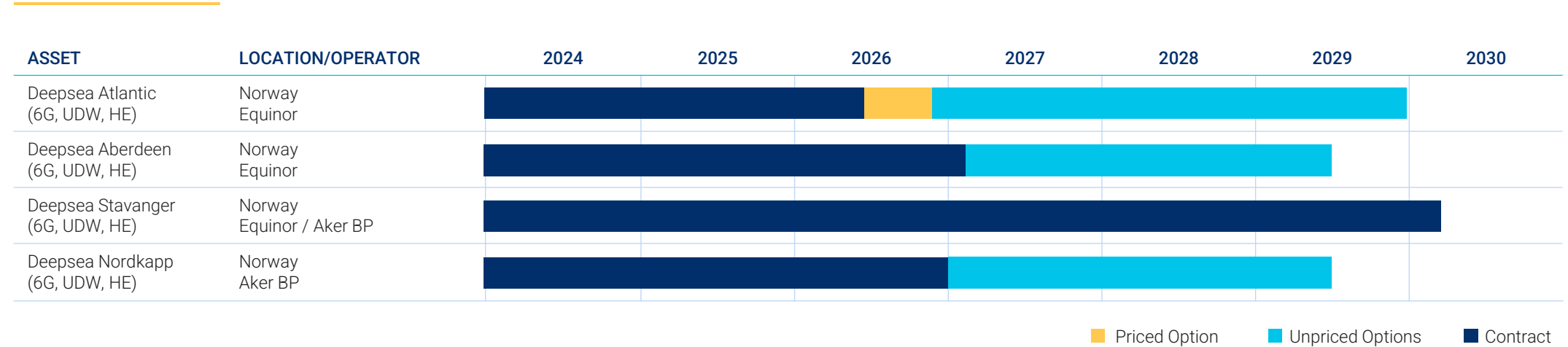


Own Fleet Financial Utilisation

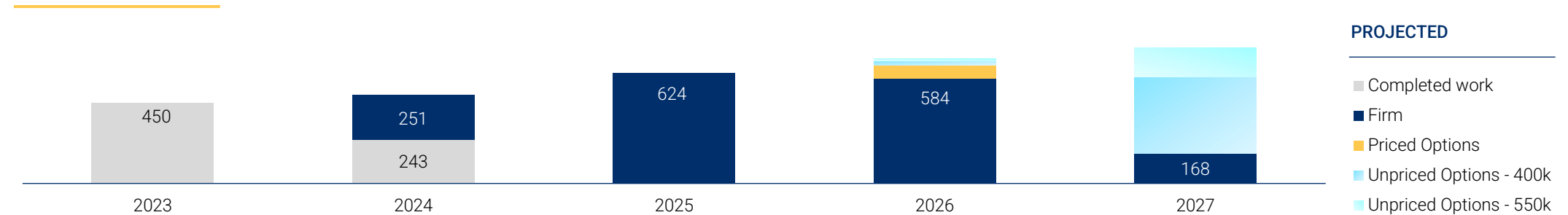


# Revenue Generation Significantly Increasing from 2025 Onwards

Increasing Own Fleet Revenue Backlog, Excluding Bonuses and Add-ons (USD m)



Backlog and Contract Values exclude integrated services, performance and fuel incentives





# Deepsea Atlantic SPS and Upgrades Complete

The most technically challenging yard stay in our history

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- Deepsea Aberdeen successfully completed 15-year Special Periodic Survey in August, having entered the yard in July
- The yard stay was completed within budgeted time and without any major incidents
- Significant upgrades and maintenance required to prepare the rig for classification and to begin West of Shetland campaign:
  - New Blowout Preventer (BOP)
  - Increased variable deck-load capacity
  - General maintenance and upgrading of equipment across the vessel

## Moving off legacy rates

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- The Deepsea Atlantic is now moving to a new contract on the Fram field at an increased day rate





# SPS Update

## Two down, two to go

- Deepsea Nordkapp and Deepsea Atlantic both now successfully completed Special Periodic Surveys
  - Deepsea Nordkapp completed without idle time
  - Deepsea Atlantic on budgeted time, with costs expected to be in line with expectations
- Average capex allocation for the remaining two SPS programs remains around USD 50 million per unit with 2-4 weeks of off-hire time
- Deepsea Aberdeen currently expected to begin SPS in Q4 2024, with potential for it to be moved into 2025
- Deepsea Stavanger expected to be completed in Q2 2025

## SPS schedule

Deepsea Nordkapp



COMPLETED

Deepsea Atlantic



Deepsea Aberdeen

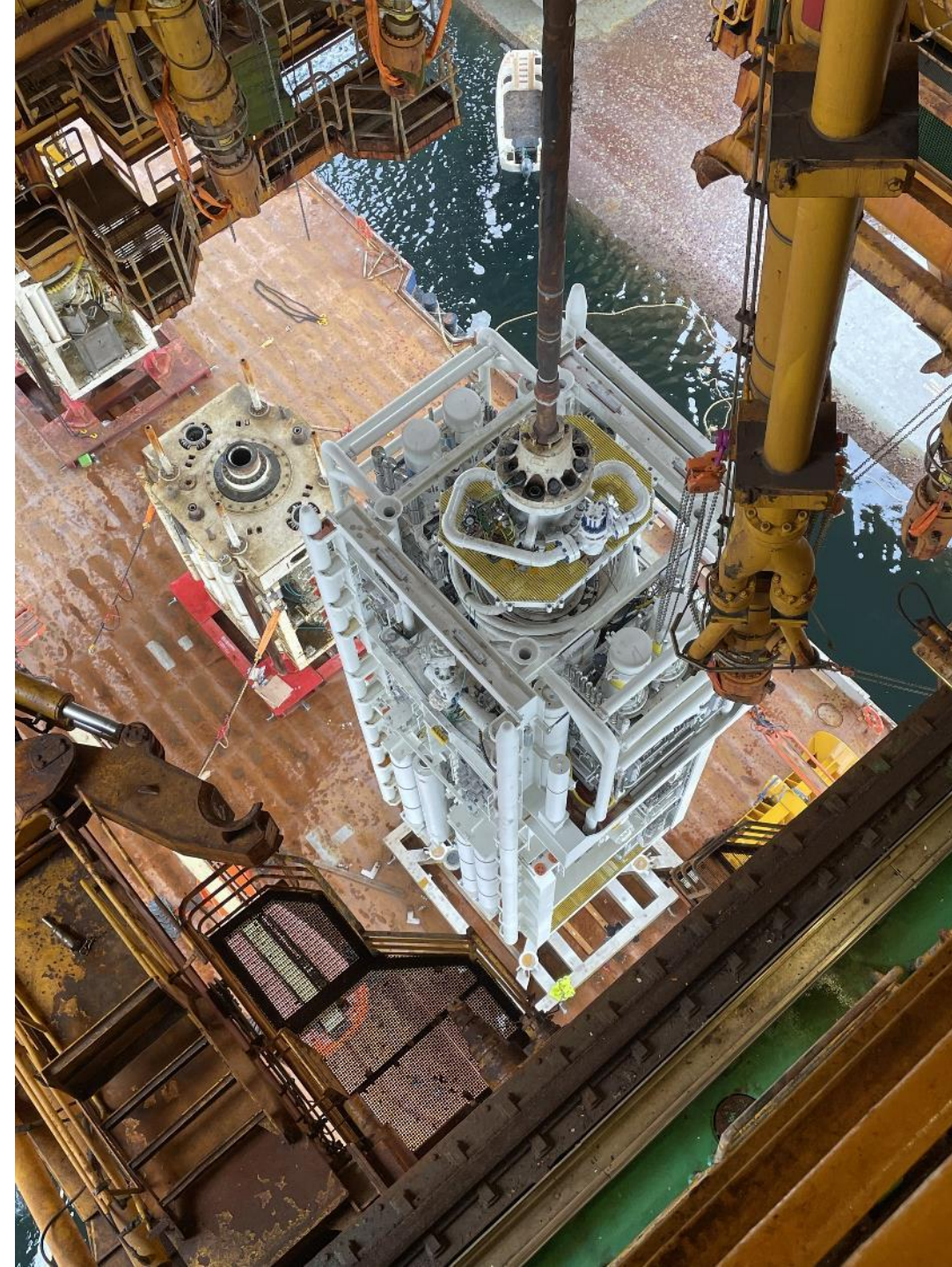


2024

Deepsea Stavanger



2025





# Positive Outlook Unchanged

## Norway outlook positive

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- Demand for services expected to increase in the coming years, particularly from 2026
  - All Odfjell Drilling owned units are contracted until at least mid-2026
  - Possible need for more rigs in Norway
- Multiple developers in Norway actively seeking to grow in Norway

## International demand expected to pick up in 2025/2026

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- Short term contracts available for work in 2025 particularly in West Africa
- Longer term contracts expected to increase as new exploration projects mature into development in 2025 and 2026
- Areas such as the Orange Basin offshore Namibia and South Africa remain attractive opportunities for demand



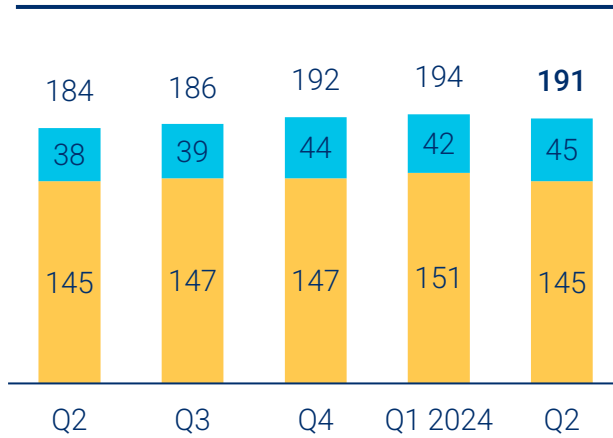


## AGENDA

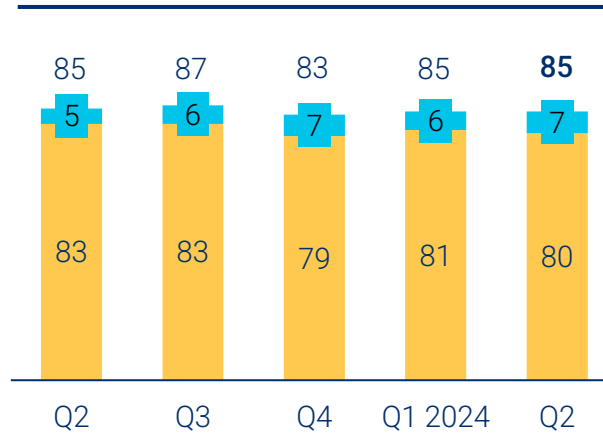
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## Positive Income Growth Through the Year

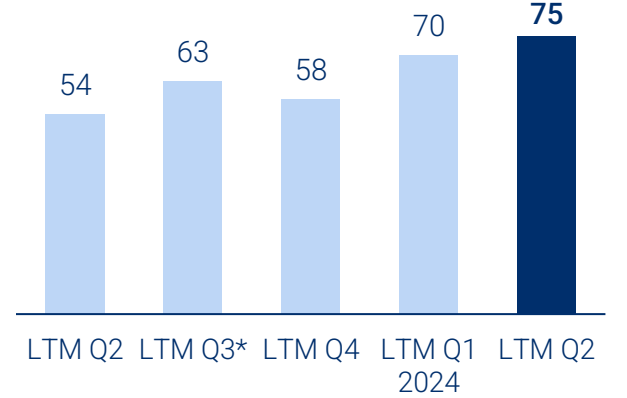
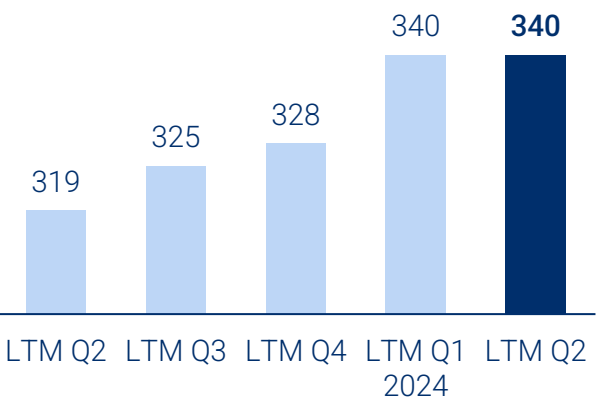
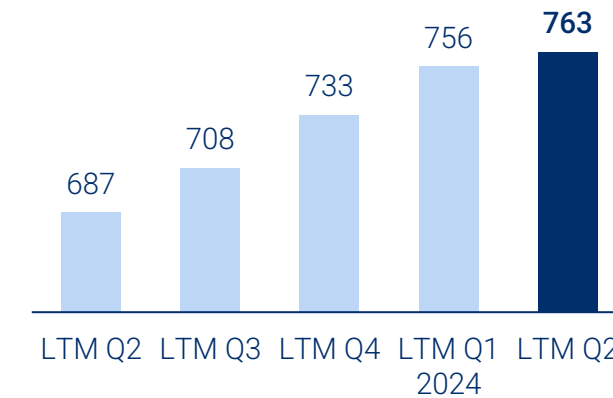
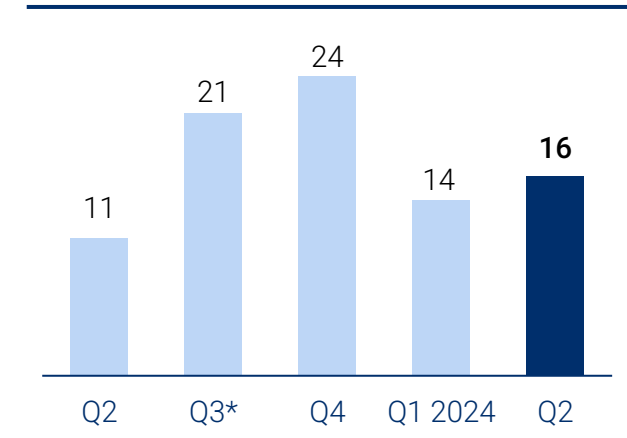
Revenue (USDm)



EBITDA (USDm)



Net Profit (USDm)



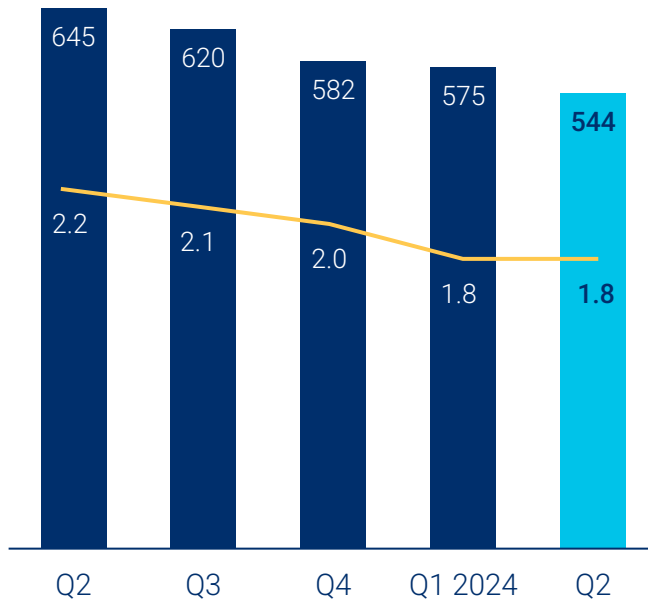
Own Fleet Contribution External Fleet Contribution

\*Net profit during Q3 2023 was USD 184 million following a reversal of an impairment loss of USD 163 million. For these charts, the aforementioned impairment loss reversal has been removed from the net profit calculation.

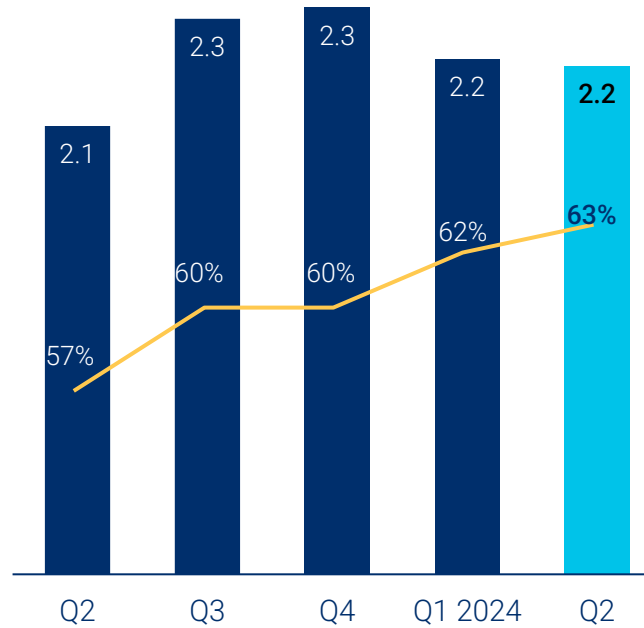


## Robust Balance Sheet and Strong Liquidity

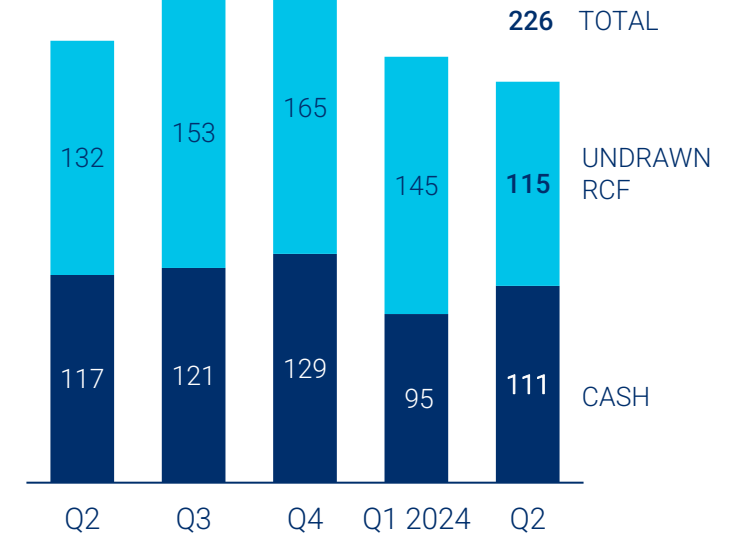
### Net debt (USDm) and Leverage Ratio



### Total Assets (USDbn) and Equity Ratio

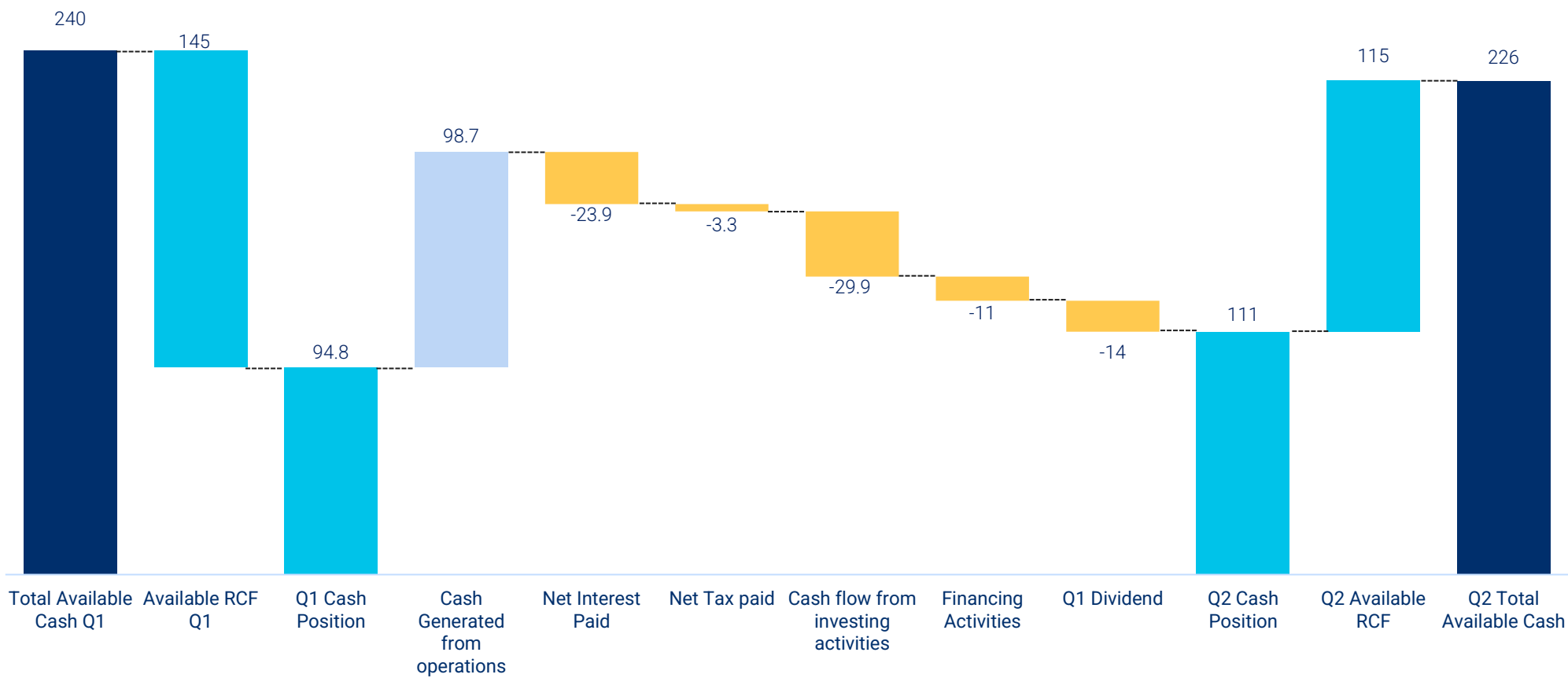


### Available Liquidity (USDm)



# Strong Cash Flow from Operations

## Q2 Cash Flow





# Dividend

## Key details of Q2 Dividend

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- USD 14.4 million
- 0.06 USD / share
- Last day including right: 29 August 2024
- Ex-Dividend date: 30 August 2024
- Record date: 2 September 2024
- Payment date: 19 September 2024

Dividends is declared in USD. Actual NOK payment per share will be determined based on the exchange rate at last day including rights.

The Company has the ambition to increase future dividends reflecting cash flow generation and prudent leverage over time.



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## Q2 2024 Summary

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Strong operational performance from own fleet, resulting in solid cash generation

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Deepsea Atlantic SPS and upgrades successfully complete

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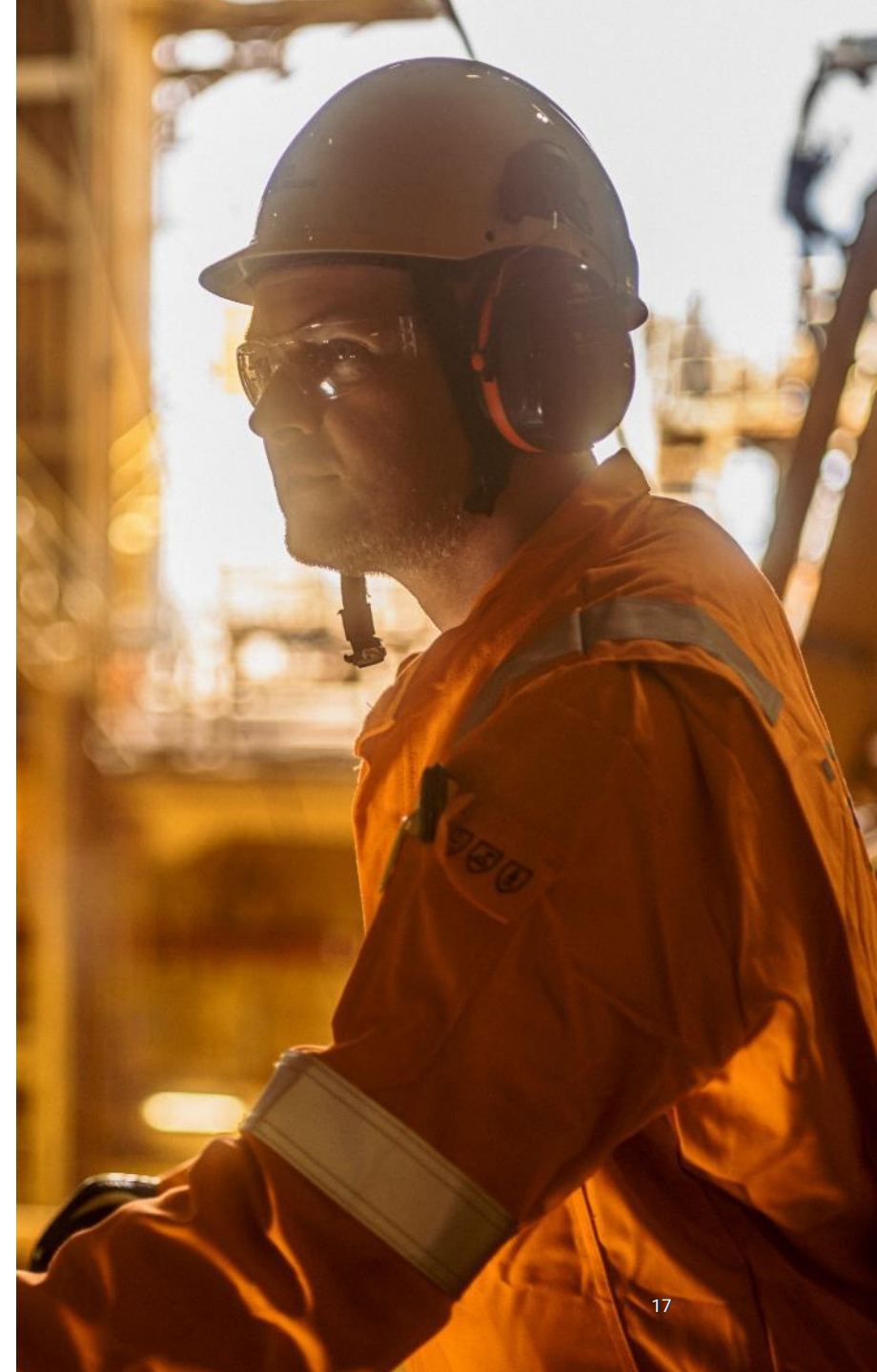
Further backlog additions at high contract values

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Day rates for harsh environment semi-submersibles are expected to continue to increase

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In line with the fleet moving off legacy day rates towards year end, the Company remains highly optimistic about its forward free cash-flow generating capabilities





For further information, please contact:

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