



Presentation

2Q 2017

- 23. August 2017 -

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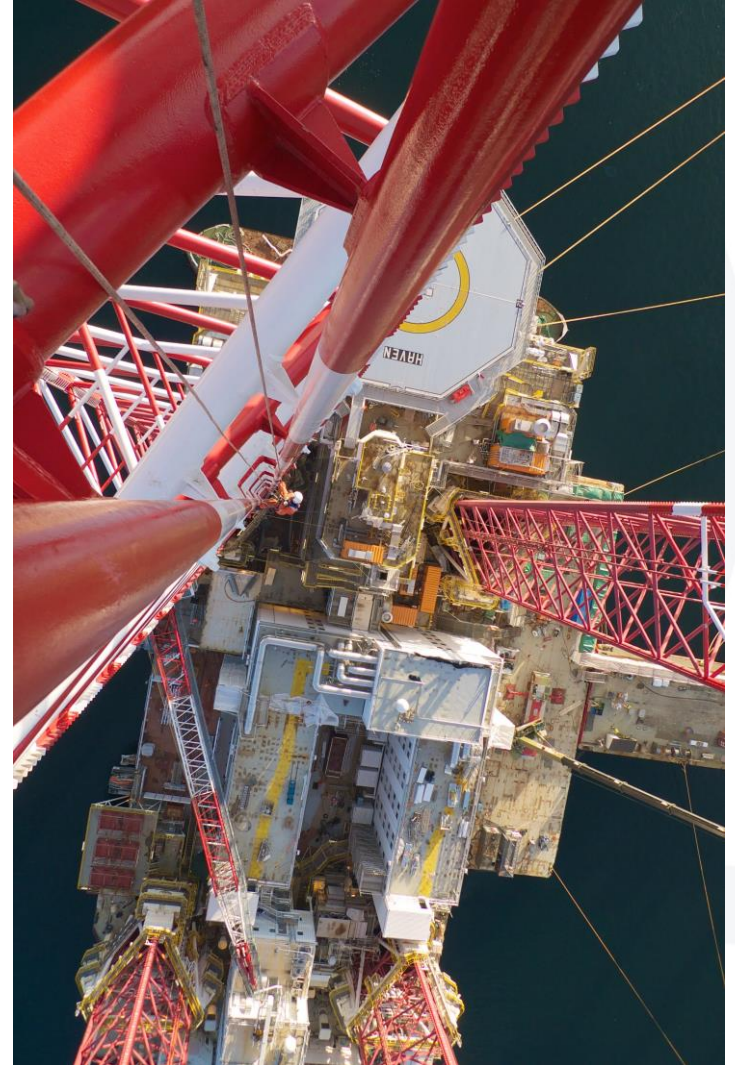
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Summary

- Upgrade project progressing according to plan and budget
- Company fully financed until commencement of Johan Sverdrup project
- Operations and compliance related modifications progressing in line with previous guiding
- Daily opex remains at around USD 11,000
- Zero utilisation and EBITDA for the quarter of USD -2.15 mill.
- Currency exchange loss of USD 14.2 mill and a net loss of USD 28.4 mill
- Short term market remains challenging with few immediate prospects – Haven fully committed until end 2019



Condensed Income Statement

In USD 1,000'	Un-audited Q2-2017	Un-audited Q2-2016	Audited 2016	Un-audited 6M- 2017	Un-audited 6M- 2016
Operating income	-	6 517	15 640	-	13 597
Operating expenses	-2 156	-4 140	-14 522	-4 147	-8 077
EBITDA	-2 156	2 377	1 118	-4 147	5 520
Depreciation	-3 829	-3 734	-15 122	-7 614	-7 427
OPERATING PROFIT- EBIT	-5 985	-1 357	-14 005	-11 761	-1 907
Interest income	81	7	32	84	11
Interest expenses	-8 000	-6 081	-24 281	-14 111	-11 956
Other financial income					
Other financial expenses	-14 503	4 631	8 637	-20 242	-3 530
NET FINANCIAL ITEMS	-22 422	-1 443	-15 611	-34 269	-15 474
PROFIT/(LOSS) BEFORE TAX	-28 407	-2 799	-29 616	-46 030	-17 381
NET PROFIT (LOSS)	-28 407	-2 799	-29 616	-46 030	-17 381

Statement of Financial position

In USD 000'	Un-audited 30.06.2017	Un-audited 30.06.2016	Audited 31.12.2016	Audited 31.12.2015
ASSETS				
Non-current assets:				
Property, plant and equipment	285 517	288 140	284 283	293 243
Intangible assets	5	7	6	24
Prepaid construction cost	17 134	-	17 134	-
Total non-current assets	302 657	288 147	301 423	293 267
Current assets:				
Accounts receivable	820	4 143	30	5 599
Other current assets	1 697	1 094	1 228	4 971
Cash and cash equivalents	157 999	62 267	35 173	56 692
Total current assets	160 516	67 504	36 431	67 262
TOTAL ASSETS	463 173	355 650	337 854	360 529
EQUITY AND LIABILITIES				
Equity:				
Issued capital	123 246	123 246	123 246	144 068
Share premium	-	-	-	22 941
Retained losses	-31 245	-1 629	-31 245	-
Uncovered losses	-46 030	-17 381	-	-
Currency translation reserve	-	-	-	-45 391
Total equity	45 971	104 236	92 001	121 617
Non-current liabilities:				
Shareholder loans	162 807	140 711	140 576	130 432
Other interest-bearing debt	241 812	104 138	98 257	102 212
Prepayments customers	1 230	-	632	-
Other non-current liabilities	-	-	-	-
Total long-term liabilities	405 850	244 849	239 465	232 644
Current liabilities:				
Accounts payable	3 085	636	955	427
Other current liabilities	8 267	5 928	5 433	5 841
Total current liabilities	11 352	6 564	6 388	6 268
Total liabilities	417 202	251 413	245 853	238 912
TOTAL EQUITY AND LIABILITIES	463 173	355 650	337 854	360 529

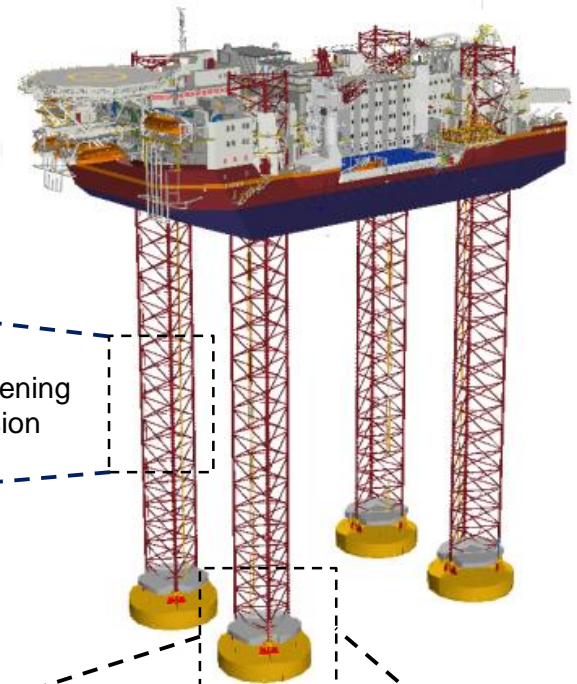
Cash flow statement

	Un-audited Q2-2017	Un-audited Q2-2016	Audited 2016	Un-audited 6M-2017	Un-audited 6M-2016
In USD 1,000'					
Net profit/(loss)	-28 407	-2 799	-29 616	-46 030	-17 381
Depreciation	3 829	3 734	15 121	7 614	7 427
Unrealized foreign exchange differences related to cash and financing activities	14 153	-4 752	-10 030	19 761	3 277
Net interest	6 521	6 080	24 308	12 629	11 954
Changes in working capital	4 220	-524	9 433	4 516	5 196
Net cash from operating activities	317	1 738	9 216	-1 510	10 473
Cash flow from investing activities					
Prepayment Upgrade of Haven- Lamprell			-17 134		
Prepayment from customer	118		632	558	
Aquisition of fixed assets	-6 248	-1 600	-6 136	-8 847	-2 306
Interest received	81	4	27	84	8
Net cash from investing activities	-6 049	-1 596	-23 301	-8 205	-2 298
Cash flow from financing activities					
Proceeds from debt	133 500	-	-	133 500	-
Interest paid	-2 202	-1 862	-7 218	-3 971	-3 691
Net realized agio		-	-	-	-
Net cash from financing activities	131 298	-1 862	-7 218	129 530	-3 691
Net change in cash and cash equivalents	125 566	-1 720	-20 616	119 815	4 483
Net foreign exchange differences	2 202	-1 313	-903	3 011	1 092
Cash and cash equivalents, opening balance	30 231	65 299	56 692	35 173	56 692
Cash and cash equivalents, closing balance	157 999	62 267	35 173	157 999	62 267

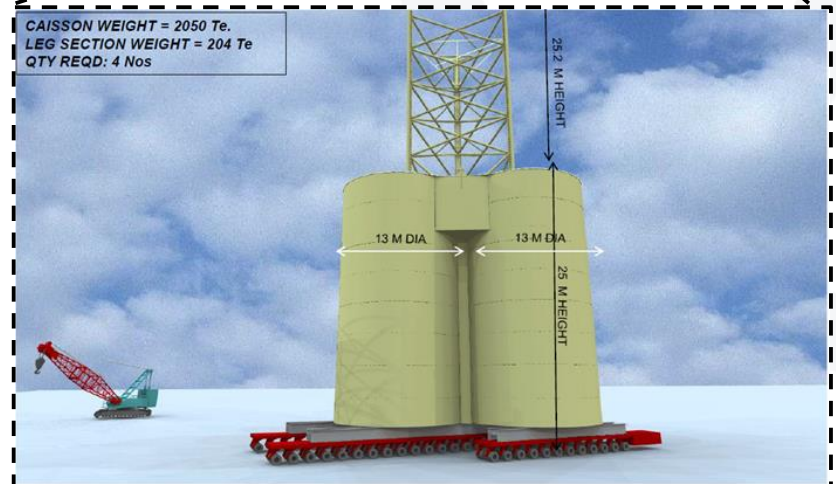
Project

- On time – on budget
 - Upgrade project on target for completion early 2Q, 2018
 - Estimated mobilisation to field late June 2018
- Last batch of rack and chords completed in Houston – en route to Dubai
- Pre-fabrication of legs and suction caissons on schedule for sail away from Dubai late December 2017
- Haven to be moved from Nymo to CCB late September
- 1 million manhours at Lamprell - No LTI's
- Healthy relationship with both client and yard

Strengthening & extension

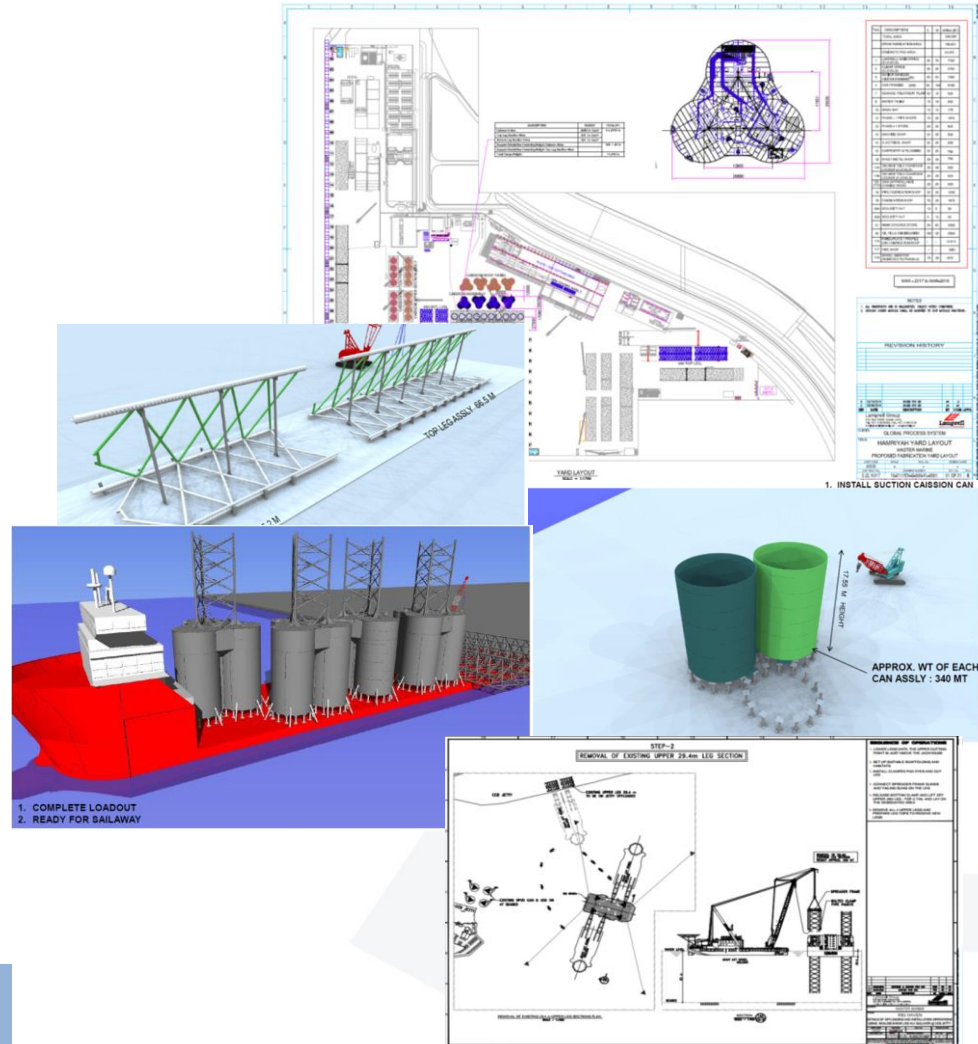


New Suction Caissons



Contract philosophy reduces risk

- Engineering completed between contract award from Statoil 4Q 2015 and award of construction contract 3Q 2016
- DNV approved drawings form the basis for the Turn Key contract with Lamprell
 - Reduces need for Variation Orders
- Site teams present at key locations
- Minimal Owner Furnished Equipment



A “real” turn key contract

Summary

- Projects progressing according to plan and budget
- Opex in line with previous guiding
- Company fully financed until commencement of Johan Sverdrup contract

No news is good news



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