

ODFJELL DRILLING

ATLE SÆBØ
EVP & CFO

PARETO OIL & OFFSHORE CONFERENCE
SEPTEMBER 2009



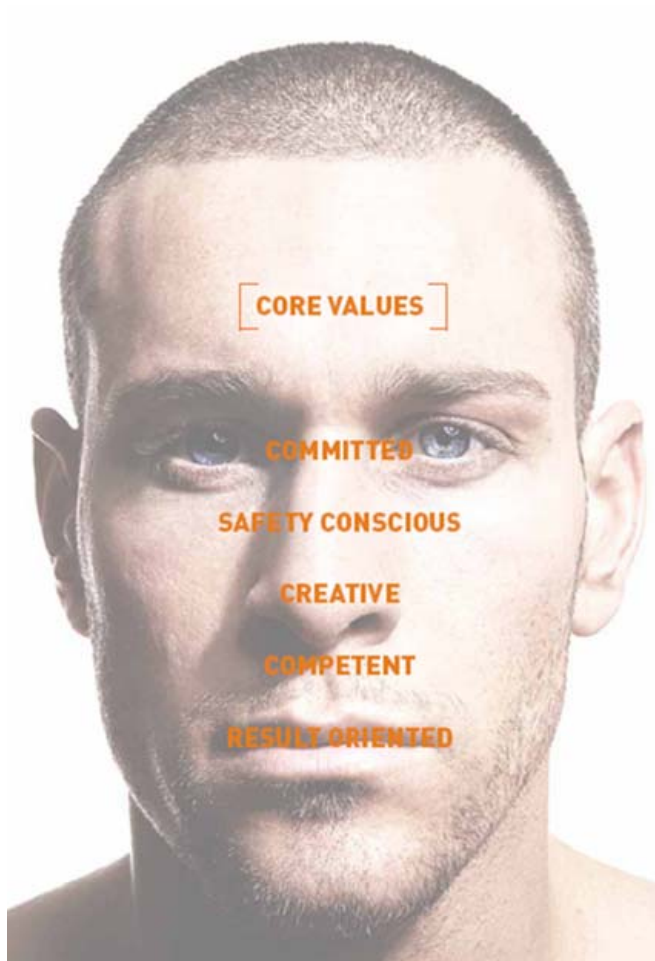
ODFJELL DRILLING

www.odfjelldrilling.com

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ZERO FAULT
PHILOSOPHY





COMMITTED

to customer satisfaction

SAFETY CONSCIOUS

in all our activities

CREATIVE

in handling challenges

COMPETENT

to the highest standards

RESULT ORIENTED

in all our business

ODFJELL DRILLING

Vision

- Odfjell Drilling – a recognised leader

Mission






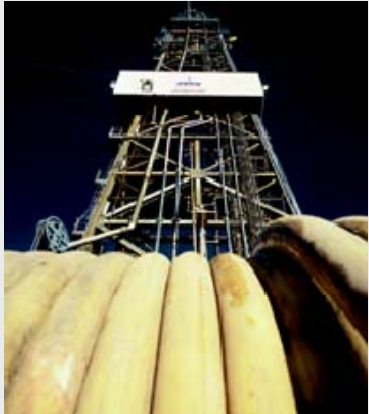



- A European-based international provider of quality drilling services

A recognised leader within

- QHSE
- Efficient operations
- Technological achievements
- Profitable growth



35 YEARS OF OPERATING EXPERIENCE

MOBILE DRILLING UNITS	
	 <p>MIDWATER SEMIS</p>  <p>UDW HARSH-ENVIRONMENT SEMIS</p>  <p>UDW DRILLSHIPS</p>  <p>JACK-UPS</p>
DRILLING SERVICES	
	 <p>PLATFORM DRILLING</p>  <p>WELL SERVICES</p>  <p>TECHNOLOGY</p>

- Integrated drilling- and well service supplier
- Privately owned
- More than 35 years of international experience
- Turnover of USD 800 million
- Contracts backlog of USD 4 billion
- Financially strong
- 2,700 employees
- 15 different nationalities
- Operations in more than 20 countries

RECENT STRATEGIC ACHIEVEMENTS

- **Mobile Drilling Units**

- Divested jack-up newbuilding company in 2005
- Sold 1976-built mid-water semi Deepsea Trym in 2007
- Sold 1981-built mid-water semi Deepsea Delta in 2008
- Newbuild UDW harsh-environment semi Deepsea Atlantic commenced on the StatoilHydro ASA contract primo August 2009
- UDW harsh-environment semi Deepsea Stavanger scheduled for delivery in June 2010
- Two ultra-deepwater drillships under construction for delivery in Q2 & Q4 2011

- **Technology**

- Established ODT as a separate business unit
- Grown to 450 employees divided over 7 locations in 5 countries
- Established Well Management department
- Established in Manila, Dubai and Korea, in addition to main offices in Norway and Aberdeen

- **Well Services**

- Established new core area in Middle East
- Increased international presence, with locations in seven countries and operations in more than 20

- **Platform drilling**

- Presence in the UK through Talisman contract
- Strategic partnership with StatoilHydro for drilling technology
- Leading in integrated operations



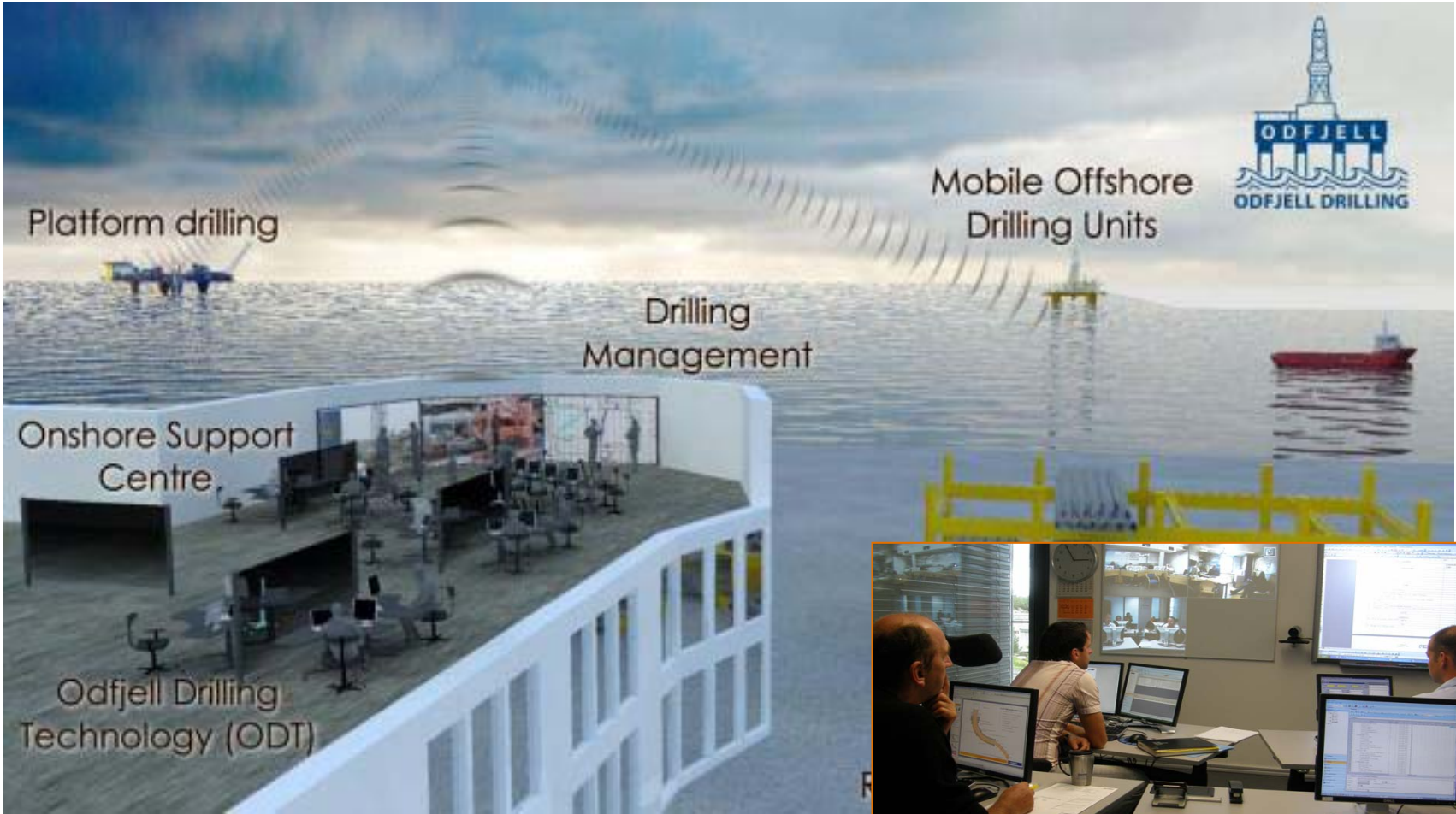
HUMAN AND SYSTEM CAPITAL

- OUR KEY COMPETITIVE ADVANTAGES

- Motivated and dedicated personnel who deliver quality services
- Management systems that combine experience, technology and core values, measured by key performance indicators
- Front-runner in terms of implementing safety, health and environmental standards
- Extensive offshore drilling experience in demanding harsh-environment areas
- Odfjell Drilling has the flexibility and resources required to play a leading role in the drilling service markets



REALTIME OFFSHORE- AND ONSHORE INTERACTION



MOBILE DRILLING UNITS



DEEPSEA BERGEN

- Design: Aker H-3.2 (enhanced)
- Year of construction: 1983
- Owners: Odfjell Drilling 71.5%, minority 28.5%
- Manager: Odfjell Drilling



DEEPSEA STAVANGER

- Design: GVA7500 (enhanced)
- Delivery: Q2 2010
- Owner: Odfjell Invest
- Manager: Odfjell Drilling



SONGA DELTA

- Design: Ocean Ranger modified
- Year of construction: 1981
- Owner: Songa Offshore ASA
- Manager: Odfjell Drilling



DEEPSEA METRO I

- Design: Gusto 10000
- Delivery: May 2011
- Owner: Deep Sea Metro
- Manager: Odfjell Drilling



SONGA TRYM

- Design: Aker H-3 modified
- Year of construction: 1976
- Owner: Songa Offshore ASA
- Manager: Odfjell Drilling



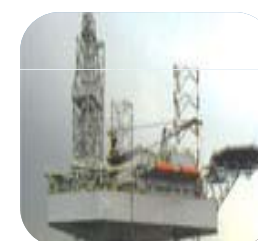
DEEPSEA METRO II

- Design: Gusto 10000
- Delivery: November 2011
- Owner: Deep Sea Metro
- Manager: Odfjell Drilling



DEEPSEA ATLANTIC

- Design: GVA7500 (enhanced)
- Delivery: 6 Feb 2009
- Owner: Odfjell Invest
- Manager: Odfjell Drilling



OFFSHORE FREEDOM & INTREPID

- Design: LeTourneau Super 116
- Delivery: 2009
- Owner: Scorpion Offshore
- Manager: Odfjell Drilling

MOBILE DRILLING UNITS

- CONTRACT STATUS

ID	Unit/Installation	2009		2010		2011		2012		2013		2014		2015		2016		2017		2018
		H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1
1	DEEPSEA BERGEN																			
2	- Yardstay																			
3	- Marathon (Alvheim)																			
4	- StatoilHydro																			
5	SONGA TRYM (Management agreement)																			
6	- StatoilHydro																			
7	- Option																			
8	SONGA DELTA (Management agreement)																			
9	- StatoilHydro (Vale/Vestflanken)																			
10	- Det norske/Wintershall																			
11	DEEPSEA ATLANTIC																			
12	- StatoilHydro																			
13	2 x 2 years options																			
14	DEEPSEA STAVANGER																			
15																				
16	DEEPSEA METRO I																			
17	DEEPSEA METRO II																			
18																				
19	OFFSHORE INTREPID																			
20	1 year option																			
21	OFFSHORE FREEDOM																			
22	1 year option																			

 Contract

 Option

 Under construction



MOBILE DRILLING UNITS

- MOST FLEXIBLE SEMI-SUBMERSIBLE DRILLING UNITS



- Designed for the most environmentally sensitive areas
- Ultra deepwater
- Harsh environment
- Prepared for full winterization
- Full production drilling and completion capability
- Optimised drilling efficiency with dual capability
- Largest deck area and deckload >7500MT
- High flexibility for DP and anchored operations

DESIGNED TO THE HIGHEST ENVIRONMENTAL AND SAFETY STANDARDS

MOBILE DRILLING UNITS

STATE-OF-THE-ART DRILLSHIPS

- A joint cooperation for the ownership of two state-of-the-art ultra deepwater drillships with Metrostar (40/60)
- Odfjell Drilling is responsible for:
 - the overall project
 - marketing
 - operations
- To be delivered in Q2 and Q4 of 2011 from Hyundai Heavy Industries (HHI), South Korea



Gusto P10000 6th Generation Ultra Deep Water Drillship

- Designed for worldwide ultra-deepwater operation (ex harsh)
- Minimum 12 knots transit speed
- Full production drilling and completion capability
- Optimised drilling efficiency with dual capability
- 4000 t riser storage
- Thruster retrieval system for ease of maintenance and repair during operation
- Low nitrogen oxide emissions

DRILLING SERVICES

- PLATFORM DRILLING

- Platform Drilling is carrying out production drilling on fixed and floating production platforms owned by oil companies
- About 1,200 employed offshore on platform drilling in Norway and UK
- Highly skilled personnel with extensive experience in combination with use of modern equipment and technology
- Maintenance of drilling platforms



CONOCOPHILLIPS 4 installations



STATOILHYDRO 6 installations



TALISMAN UK 7 installations

DRILLING SERVICES

- PLATFORM DRILLING

STATOILHYDRO

- Sleipner A
- Visund
- Snorre A
- Snorre B
- Heidrun
- Grane

CONOCOPHILLIPS

- Ekofisk 2/4X
- Ekofisk 2/4K
- Eldfisk 2/7A
- Eldfisk 2/7B

TALISMAN UK

- Claymore
- Clyde
- Saltire
- Piper
- Tartan
- Fulmar
- Auk



ONE OF THE MAJOR PLATFORM DRILLING CONTRACTORS IN THE NORTH SEA

PLATFORM DRILLING

- CONTRACT STATUS

Unit/Installation	2009		2010		2011		2012		2013		2014		2015		20	
	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	H2	H1	
SNORRE A (StatoilHydro)	Contract				30.09.10											
2 x 2 years options					Option										25.09.14	
SNORRE B (StatoilHydro)	Contract				30.09.10											
2 x 2 years options					Option										25.09.14	
VI SUND (StatoilHydro)	Contract				30.09.10											
2 x 2 years options					Option										25.09.14	
HEIDRUN (StatoilHydro)	Contract				30.09.10											
2 x 2 years options					Option										25.09.14	
GRANE (StatoilHydro)	Contract				01.12.10				01.12.12							
1 x 2 year option											Option					
SLEIPNER A (StatoilHydro)	Contract														01.01.14	
EKOFISK 2/4-X (COP)	Contract				01.07.10											
EKOFISK 2/4-K (COP)	Contract				01.07.10											
ELDFISK 2/7-A (COP)	Contract				01.07.10											
ELDFISK 2/7-B (COP)	Contract				01.07.10											
TALISMAN (UK) 9 platforms	Contract				31.10.10											
- Options									Option		30.10.12					

■ Contract

■ Option

DRILLING SERVICES

- WELL SERVICES

- Odfjell Well Services currently operates in more than 20 countries around the world
- Operations on more than 50 rigs and platforms
- Offer drill tool rental, casing, tubing and running services, and mooring supplies and services
- In-house development of equipment, unique rig specific design
- Market leader for remote solutions
- Strong growth in turnover due to geographical and product diversification



TUBULAR RUNNING



RENTAL



MOORING

DRILLING SERVICES

- TECHNOLOGY

- A highly recognized Drilling Facilities and Systems Engineering supplier
- 450 Engineers on 8 locations in 6 Countries providing:
 - Engineering Services
 - Well Management
 - Operations Support
 - Consultancy



MARKET

– GENERAL OUTLOOK

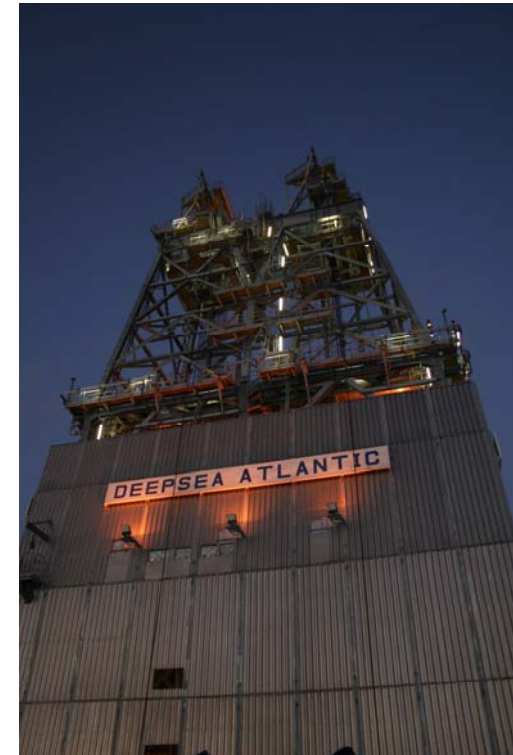
- From full utilization to cold-stacking in 1 year
 - Weak Jackup market, several hot & cold stacked units
 - Increase in idle midwater semis
 - Full utilization in the ultra-deepwater market
- Several newbuilds without commitments
- Current Norwegian market in balance
 - Rig availability to grow through 2009 / 2010
 - Several 2010 projects are postponed to 2011 and beyond



MARKET

– GENERAL OUTLOOK

- Despite the fluctuating oil prices, the long term deepwater requirements appear stable:
 - Several deepwater requirements in Latin America, West Africa, Canada and India
 - Increased focus on arctic areas (Approx 20% of undiscovered resources)
 - Limited availability of winterized units
 - Long term global deepwater rig demand is expected to rise.
- Future uncovered demand for ultra deepwater and harsh environment units will lead to future investment opportunities



ODFJELL DRILLING

- STRONG BASIS FOR FURTHER GROWTH

<p>MOBILE DRILLING UNITS</p> <ul style="list-style-type: none">• Experienced and well-recognized manager for drilling operations• Efficient drilling units for the mid-water, the UDW, and the harsh-environment markets• Strong long-term drilling contracts	<p>DRILLING SERVICES</p> <ul style="list-style-type: none">• Human resources and customer relations• Internationalization and global presence• Competence and innovation for drilling optimization
<p>ORGANIZATION</p> <ul style="list-style-type: none">• Dedicated experienced personnel• Superior operating experience• Preferred drilling contractor with proven systems & procedures	<p>GROWTH POTENTIAL</p> <ul style="list-style-type: none">• Company well positioned in competition for contracts in all market segments• Current position facilitates further growth on own balance sheet, through mergers, acquisitions, JVs or by private placement or IPOs

WELL-RECOGNIZED DRILLING CONTRACTOR WITH MORE THAN 35 YEARS OF INTERNATIONAL EXPERIENCE



ODFJELL DRILLING

- CONTACT DETAILS

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