



Second quarter and first half-year 2020

GC Rieber Shipping ASA

Bergen 24 August 2020



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Agenda

- Highlights Q2 2020
- Operational review
- Financial review
- Outlook



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Highlights Q2 2020

- Fleet utilisation of 99%¹
- Net loss of NOK 121.3 million (Net profit of NOK 93.9 million in Q2 2019 including sale of Ernest Shackleton)
- Impairment of Subsea & Renewables vessels of NOK 128.7 million
- Contract backlog of NOK 194 million as of 1 July 2020²
- Significant industry and company uncertainties due to the COVID-19 outbreak and volatile oil price
- Extension of the Polar King charter with Nexans by two months until September 2020
- Shearwater³ awarded new contracts for marine seismic acquisition projects in India, Brazil and the UK North Sea, but also received project termination notices for two contracts in the Asia Pacific

1) Excluding marine seismic

2) Excluding marine seismic and options, including all contracts secured up until the reporting date for the interim report

3) Shearwater GeoServices Holding AS owned 19% by GC Rieber Shipping



Post-quarter events

- GC Rieber Shipping has entered into an agreement to sell the IMR vessel Polar King with delivery in the third quarter of 2020

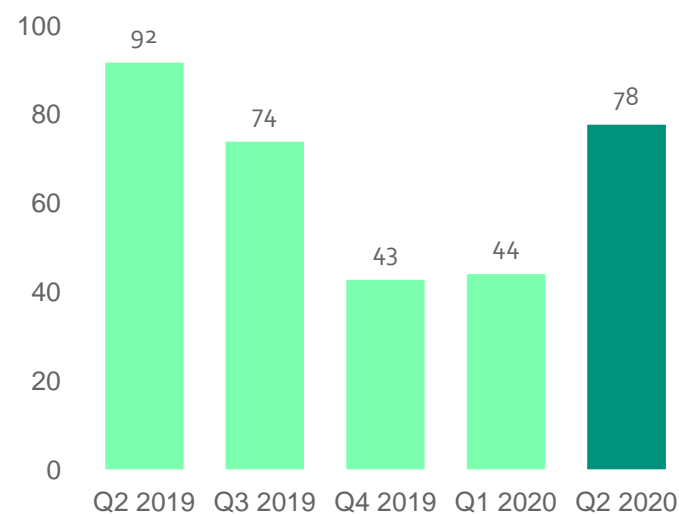


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Highlights Q2 2020 - Key financial figures

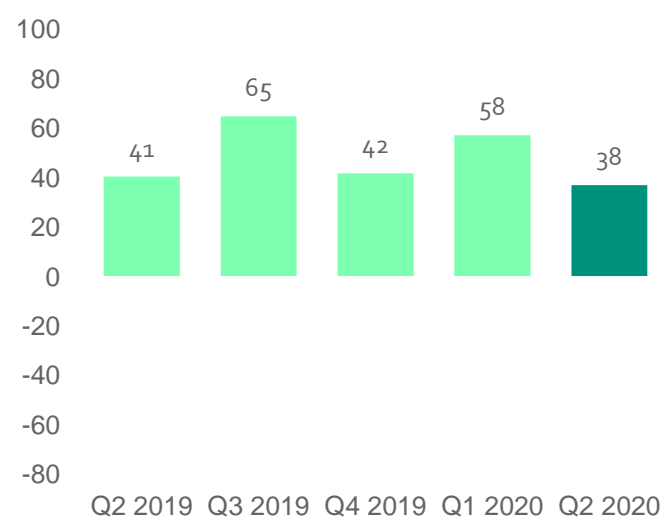
REVENUE

NOK million



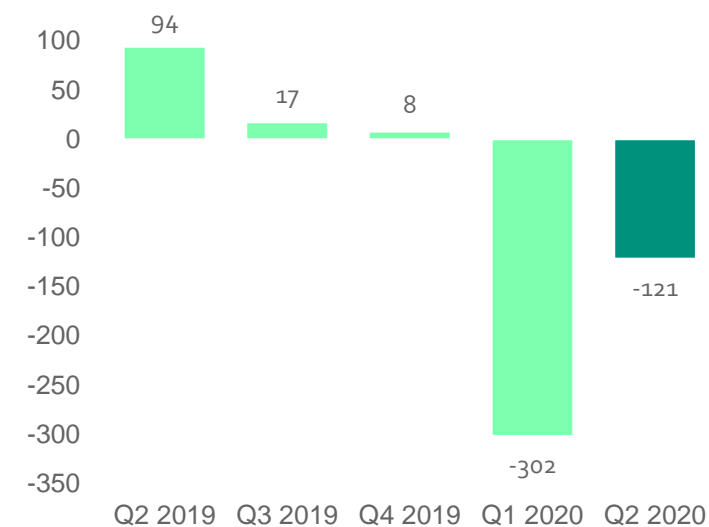
EBITDA¹

NOK million



NET PROFIT

NOK million



1) Includes profit and losses from Joint Ventures & Associates

Operational Review

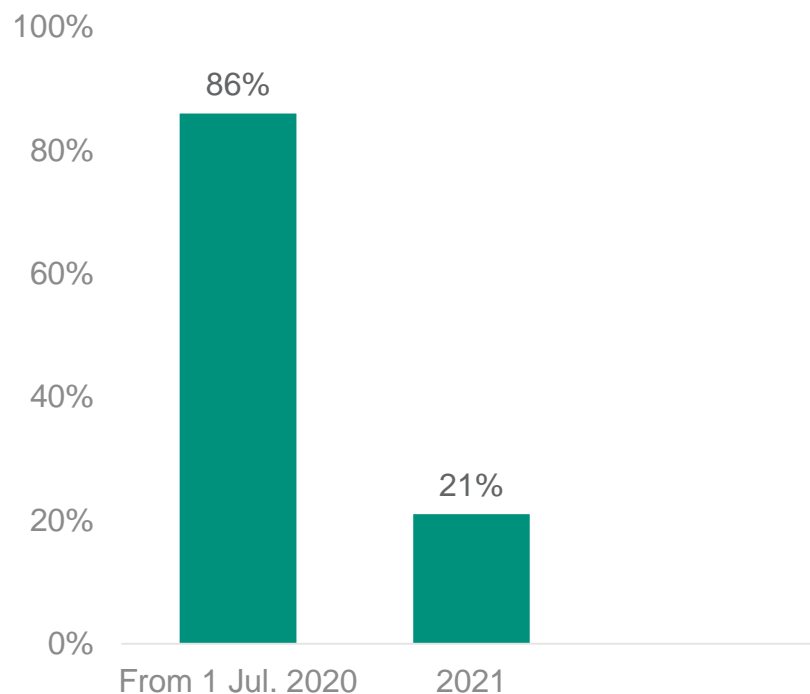
Q2 2020

Total contract backlog of NOK 194 mill. as of 1 Jul. 2020¹

Including all contracts secured up until the reporting date for the interim report

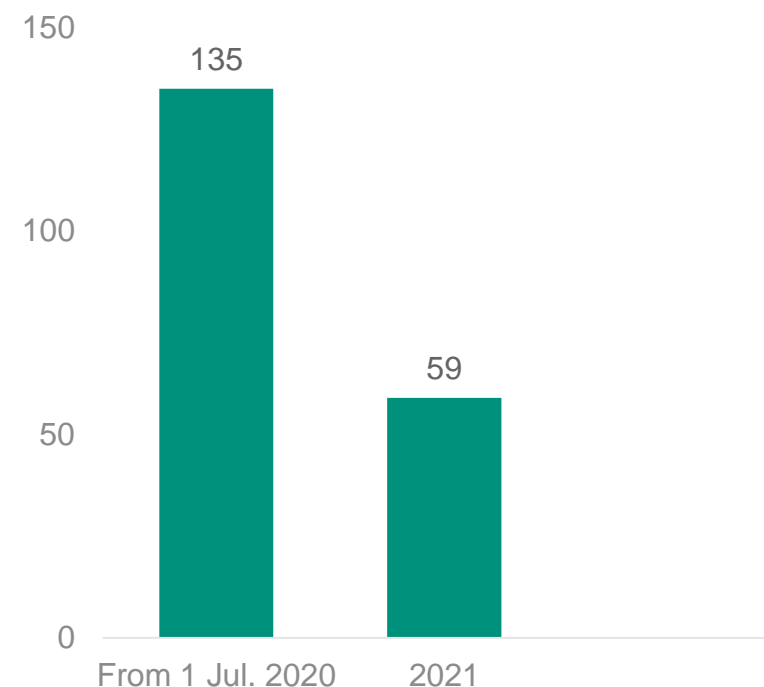
CONTRACT COVERAGE

Utilisation rate



CONTRACT BACKLOG

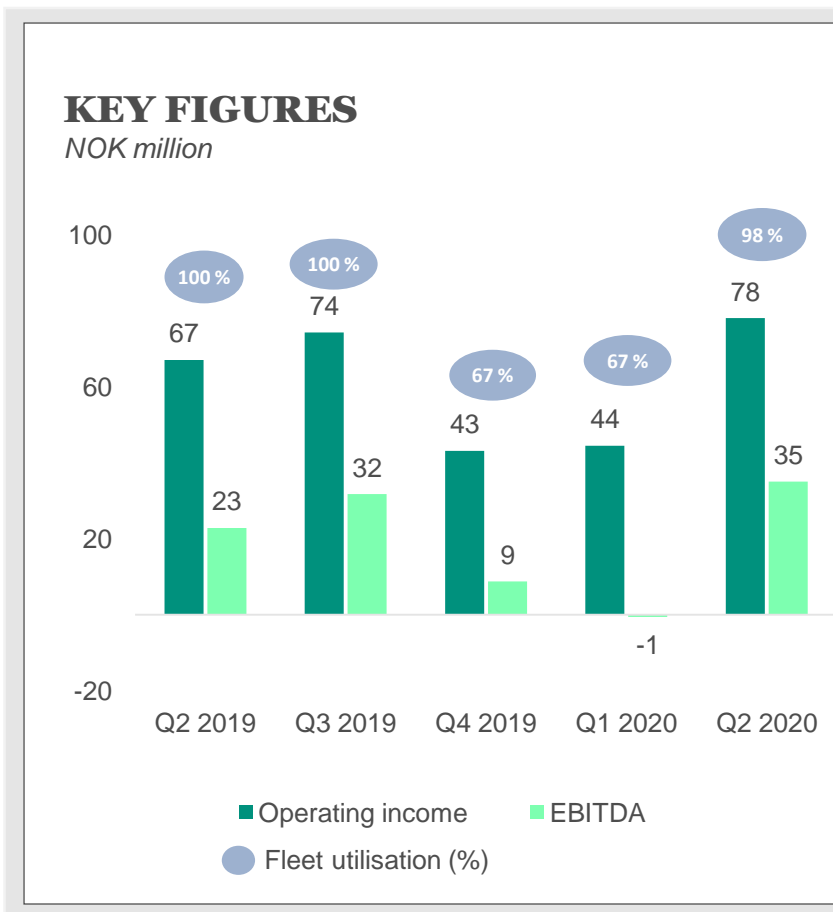
NOK million



1) Excluding marine seismic and extension options

Subsea & Renewables Segment

- Fleet utilisation of 98% in Q2
 - Polar King and Polar Onyx on charter for the entire period, Polar Queen on charter from early April
- Outlook
 - Polar Onyx on a fixed charter with DeepOcean until Q1 2021, with options for two more years
 - Polar Queen on charter until medio September 2020
 - GC Rieber Shipping has entered into an agreement to sell Polar King



Polar Onyx

- SURF vessel, built 2014
- LOA: 130m
- Crane: 250mt
- VLS-tower: 275mt
- Accommodation: 130

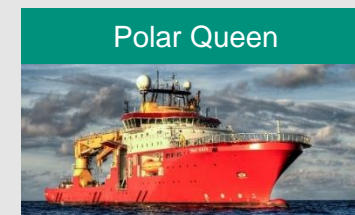
DEEPOCEAN



Polar King

- CSV vessel, built 2011
- LOA: 111m
- Crane: 150 mt
- Accommodation: 112

Nexans



Polar Queen

- CSV vessel, built 2011
- LOA: 111m
- Crane: 150 mt
- Accommodation: 119

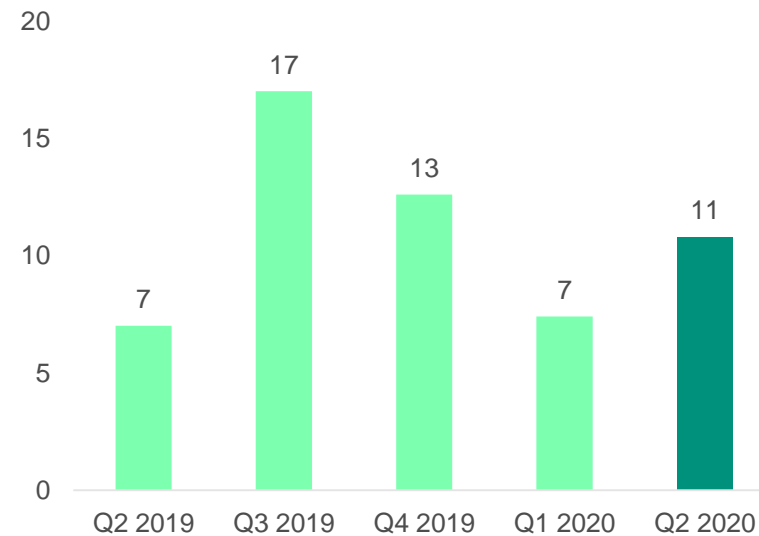
Joint Ventures – Ice/Support

- Ice/Support

- Fleet utilisation of 100% in Q2 2020
- Polar Pevek on charter to Exxon Neftegas (ENL) until 2021
- Polar Baikal and Polar Piltun on charter with Sakhalin Energy Investment Corporation until end of 2020 with options for one additional year¹
- Share of profit in Q2 2020 of NOK 11 million

SHARE OF PROFIT

NOK million



Polar Pevek



- Ice breaking tug with towing anchor handling capacity
- LOA: 74m
- Oil spill drip tray and oil containment system installed



Polar Baikal



- Crew supply vessel
- LOA: 29m
- Used for crew transport between shore and installation in North Eastern Russia
- Pax: 70



Polar Piltun



- Crew supply vessel
- LOA: 35m
- Used for crew transport between shore and installation in North Eastern Russia
- Pax: 70



1) Polar Baikal and Polar Piltun only operate for half the year, the vessels are cold stacked in the winter season



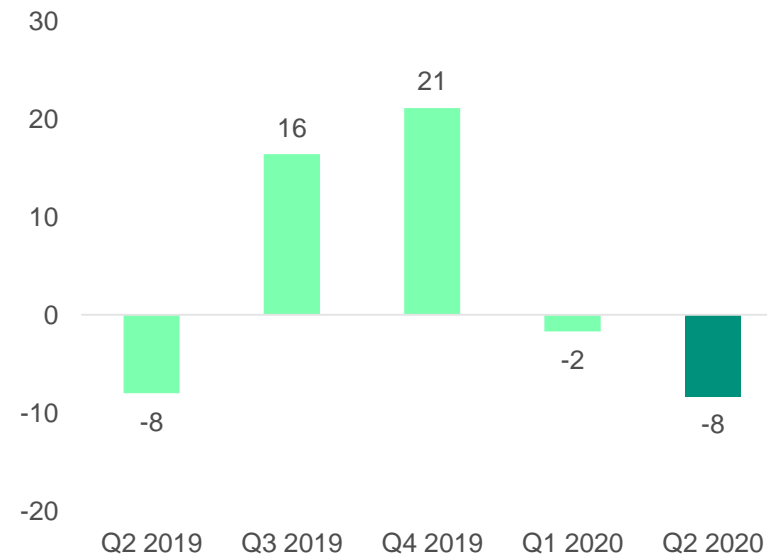
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Associated company - Marine Seismic (Shearwater)

- Marine Seismic (Shearwater)
 - GC Rieber Shipping's Q2 2020 share of profit was negative NOK 8 million
 - Following the oil companies' capex reductions GC Rieber Shipping expects a challenging seismic market with substantially lower activity and rate pressure going forward
 - Shearwater's USD 325 million bridge-to-bond facility, which originates from the acquisition of WesternGeco's marine seismic business in 2018, is maturing in November 2020

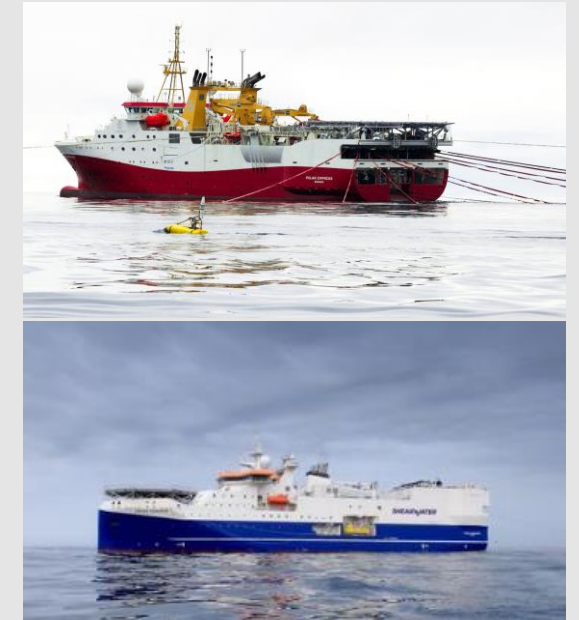
SHARE OF PROFIT

NOK million



SHEARWATER

- 18 High Capacity 3D Streamer Vessels
- 3 Multi Purpose Vessels
- 2 Source Vessels



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Financial Review

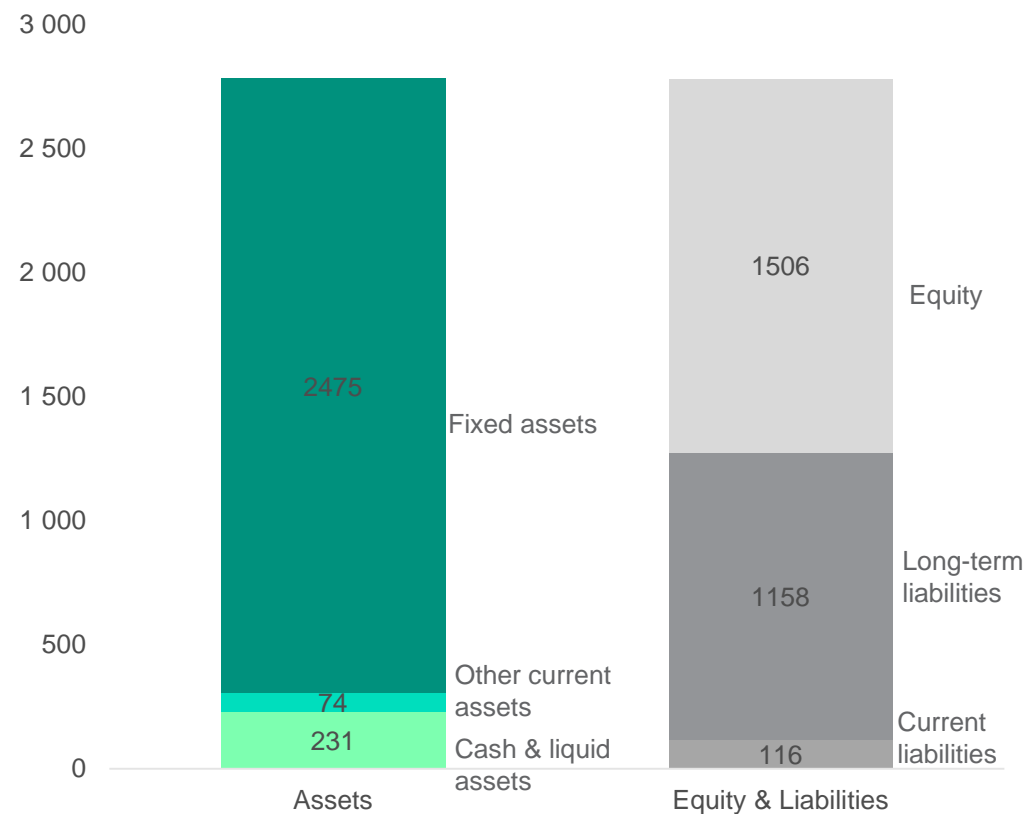
Q2 2020

Income Statement

NOK mill	Q2 2020	Q2 2019	YTD 2020	YTD 2019	31.12.2019
Operating income	78.5	91.9	122.9	140.0	257.3
EBITDA	37.6	41.3	95.4	-20.8	86.9
EBIT	-121.7	108.5	-388.8	16.1	67.0
Net financial income and expenses	0.4	-14.6	-34.1	-26.6	-52.8
Profit before tax	-121.3	93.9	-423.0	-10.6	14.1
Net profit	-121.3	93.9	-423.0	-10.6	14.4
Earnings per share	-1.41	1.09	-4.91	-0.12	0.17
Number of shares (in million)	86.1	86.1	86.1	86.1	86.1

Balance sheet 30.06.2020

NOK million



- Total balance NOK 2.8 billion
- Equity ratio 54.1%, down from 59.5% at 30.06.2019
- Cash position NOK 231 million
- Net liabilities NOK 1.0 billion

Outlook

Q2 2020

Outlook

- The coronavirus disease (COVID-19) outbreak has stirred market fundamentals in a short amount of time, increasing uncertainty across industries world-wide
- Highly volatile oil price
- Further impact of the above factors on the offshore industry and GC Rieber Shipping's business is uncertain
- Improvement in market conditions is not expected in the short term





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