

Earnings Presentation

Third Quarter 2010

CEO – Terje Sorensen

CFO – Dagfinn Lie

28 October 2010

Highlights Third Quarter 2010

- Raised net proceeds of NOK 347 million through a private placement on 6 July 2010 of approximately 36 million shares on NOK 9.70 per share.
- Delivery of the two AHTS vessels “Siem Ruby” and “Siem Topaz”, vessel number five and six in the series of eight AHTS vessels from a Norwegian yard.
- Awarded contract for the AHTS vessel “Siem Topaz” for operations in the Barents Sea. The contract is for a firm period for three wells, with options for one additional well, and the vessel commenced the operations in October 2010.

Subsequent Events

- In October, the Company replaced its NOK 1.76 billion loan and guarantee facility for six AHTS vessels with a NOK 2.52 billion loan and guarantee facility for same number of vessels. The new facility provides increased debt leverage from 50% up to 70% on vessels with profitable long term employment.
- The AHTS vessels “Siem Sapphire” and “Siem Emerald” have this week commenced operations for Petrobras in Brazil, under the four-year contract for each vessel.
- The AHTS vessel “Siem Diamond” was delivered in October. The “Siem Diamond” will be employed in the North Sea spot market until it will be mobilised for operations in Brazil, together with its sister vessel “Siem Pearl”. The two vessels are expected to commence operation in Brazil within December 2010, under the four-year contract for each vessel.

Income Statement

Amounts in USD million	Q3		January - September		Year Ended 31 December
	2010 Unaudited	2009 Unaudited	2010 Unaudited	2009 Unaudited	2009 Audited
Operating Revenue	58.0	46.5	167.4	134.4	183.6
Operating expenses	(32.0)	(25.5)	(92.7)	(72.6)	(106.0)
Administration expenses	(6.4)	(5.4)	(18.0)	(14.2)	(19.6)
Operating margin ^[1]	19.5	15.6	56.7	47.6	57.9
Depreciation and amortisation	(15.0)	(9.5)	(38.6)	(26.9)	(37.2)
Gain/(Loss) on sale of assets	(0.8)	(0.0)	(0.8)	(1.9)	1.0
Gain/(Loss) FX forward contracts ^[2]	11.0	21.2	(7.9)	58.3	58.9
Net financial items ^[3]	13.0	8.2	(2.0)	13.1	21.3
Profit before tax	27.7	35.5	7.4	90.3	102.0
Income Tax Provision	(0.9)	(0.5)	(1.5)	(1.2)	1.8
Net Profit	26.8	35.0	5.9	89.1	103.8
Attributable to minorities	(0.2)	0.5	(0.2)	1.4	1.4
Attributable to equity holders	27.0	34.5	6.1	87.7	102.4
Net Profit	26.8	35.0	5.9	89.1	103.8
Earnings per share ^[4]	0.07	0.12	0.02	0.32	0.35
Average number of shares outstanding ^[5]	395,752	299,928	359,774	269,794	292,474

[1] Operating revenue less operating expenses

[2] Revaluation of off-balance sheet currency exchange contracts entered into in order to hedge future yard installments

[3] Including revaluation of non-USD currency balance sheet items

[4] Net profit / Average number of shares outstanding (diluted)

[5] Weighted average number of shares outstanding (diluted) ('000)



Operating Margin

Operating Margin – Q3

Amounts in USD million	Q3 2010			Q3 2009		
	Operating revenue	Operating expenses	Operating margin	Operating revenue	Operating expenses	Operating margin
PSV	25.8	-12.5	13.3	21.0	-10.4	10.6
MRSV	13.6	-4.7	8.9	17.7	-8.9	8.8
AHTS	10.1	-8.8	1.3	-0.1	-1.2	-1.3
Brazilian	6.4	-4.4	2.0	5.6	-3.7	2.0
CMS	1.7	-1.5	0.2	1.3	-1.4	-0.1
Siem WIS	0.2	0.0	0.2	1.1	0.0	1.1
Other	0.1	0.0	0.1	-0.1	0.0	-0.1
G&A	0.0	-6.4	-6.4	0.0	-5.4	-5.4
Total	58.0	-38.4	19.5	46.5	-30.9	15.6

Associated Companies (per 30.09.2010)

Amounts in USD million

	Q3		Nine months ended	
	2010	2009	2010	2009
Result from associated companies				
Overseas Drilling Ltd. (50%)	2.1	1.8	5.8	3.8
KS Big Orange XVIII (41.33%)	0.8	(0.3)	0.7	(0.4)
Ocean Commander KS (35%)	(0.0)	0.3	2.4	0.9
Other	(0.0)	(0.0)	(0.4)	(0.3)
Total	2.8	1.7	8.5	4.0

	30 September	
	2010	2009
Investments in associates and other long-term receivables		
Overseas Drilling Ltd. (50%)	16.9	8.6
KS Big Orange XVIII (41.33%)	4.8	3.4
Ocean Commander KS (35%)	6.7	6.4
Other	3.3	3.2
Total associate	31.7	21.7
Other long term receivables	14.1	7.7
Total investments in associates and other long-term receivables	45.8	29.4

Siem WIS – Status applications

- Status PCD

The first commercial job with the Pressure Control Device (PCD) for Statoil ASA were completed in July. The operation was performed successfully on Statoil's Gullfaks field.

The system is now being refurbished and prepared for the next job. We expect this to be performed late this year or early next year.

- Status RPCD

Working close with the client to start further development of the RPCD. The pilot operation of the PCD are given valuable input to the final design/solution for the RPCD.

The development will continue throughout 2010 and part tests is scheduled to be performed in 2011.

- Status CircSub

The final design is close to completed and the first unit will be built in 2011.



Financial Position and Cash Flow

Statement of Financial Position

Amounts in USD million	30 September 2010 Unaudited	30 September 2009 Unaudited	31 December 2009 Audited
Intangible assets	13.9	12.7	14.1
Vessels under construction	182.7	178.6	208.5
Vessels, equipment and other	1,140.5	668.6	762.5
CIRR loan deposits	68.8	76.9	73.2
Investment in associates and other long-term receivables	45.8	29.4	33.4
Debtors, prepayments and other current assets	73.3	100.9	101.2
Cash and cash equivalents	84.0	124.7	91.1
Total Assets	1,609.0	1,191.9	1,284.0
Total Equity	768.7	693.5	702.7
Borrowings falling due after 1 year	581.5	311.8	403.1
CIRR loan	68.8	76.9	73.2
Other non-current liabilities	13.0	11.1	8.2
Borrowings falling due within 1 year	128.6	63.8	43.0
Trade creditors and other current liabilities	48.5	34.8	53.6
Total Liabilities	840.3	498.4	581.3
Total Equity and Liabilities	1,609.0	1,191.9	1,284.0

Consolidated Statement of Cash Flows

Amounts in USD million	30.09.2010	31.12.2009
Cash flow from operations	Unaudited	Audited
Profit /(loss) before taxes, excluding interest	16.9	106.6
Depreciation and amortization	38.6	37.2
Effect of unreal. currency exchange forward contracts	2.3	-31.2
Other changes	-28.3	-33.3
Net cash flow from operations	29.4	79.2
Cash flow from investments activities		
Investments in fixed assets	-380.4	-361.6
Repayment of loan to shipyard	26.3	0.0
Other investments activities	3.5	10.0
Cash flow from investments	-350.6	-351.6
Cash flow from financing activities		
Settlement for sale of interest rate derivatives	0.0	-12.6
Received from raising of new equity	55.1	147.4
Received from raising of new borrowing	306.6	218.0
Repayment of borrowing	-42.3	-61.2
Cash flow from financing activities	319.3	291.6
Effect of exchange rate differences	-5.3	-1.5
Net change in cash	-7.1	17.7
Cash at bank start of period	91.1	73.4
Cash at bank end of period	84.0	91.1

Future Yard Instalments

Amounts in USD million

Future yard instalments	Q4-2010	2011	2012	2013	2014	Total
AHTS Vessels	82.1	82.1	0.0	0.0	0.0	164.2
FCVs and FSVs	3.5	1.2	0.0	0.0	0.0	4.6
OSRVs	10.7	32.5	15.1	0.0	0.0	58.2
PSVs	8.1	0.0	62.8	65.1	0.0	136.1
Total	104.3	115.8	77.9	65.1	0.0	363.1

Debt financing 1)	Q4-2010	2011	2012	2013	2014	Total
AHTS Vessels 2)	134.2	47.5	0.0	0.0	0.0	181.7
FCVs and FSVs	4.0	2.8	0.0	0.0	0.0	6.8
OSRVs	0.0	51.0	8.0	0.0	0.0	59.0
PSVs	0.0	0.0	64.1	66.6	0.0	130.7
Total	138.1	101.3	72.1	66.6	0.0	378.2

Newbuildings are fully financed through debt facilities.

1. Excluding drawings still subjected to vessel employment.
2. Debt financing in Q4-2010 include increased debt leverage for certain vessels due to replaced loan and guarantee facility and secured vessels employment.

Debt Facilities (forecasted)

Amounts in USD million

Debt facilities	Q4-2010	2011	2012	2013	2014	Total
Open balance	710.1	835.4	793.2	761.7	747.3	710.1
Drawings 1)	138.1	101.3	72.1	66.6	0.0	378.2
Instalments	-12.8	-143.5	-103.6	-81.0	-82.8	-423.7
Closing balance	835.4	793.2	761.7	747.3	664.5	664.5

Current cost of debt below 4% p.a.

1) Excluding drawings still subjected to vessel employment. Instalments in 2011 include payment of loan to Siem Industries Inc. of USD 67 million. Instalments in 2012 include payment of remaining loan on the Siem Swordfish with USD 27 million.



Employment and Deliveries

Vessels in Operation and Shipbuilding Contracts

PSV Employment

Vessel	Owner-ship	2010	2011				2012				2013				2014				2015				
		4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	
Siem Sasha	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract										
Siem Sophie	100 %	Contract	Contract	Contract option																			
Siem Louisa	100 %	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option														
Siem Danis	100 %	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option														
Siem Mollie	100 %																						
Siem Hanne	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract										
Siddis Skipper	51 %	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option								
Siem Carrier	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract									
Siem Supplier	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Hugin Explorer	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Siem Sailor	51 %	Contract	Contract option	Contract option	Contract option	Contract option																	
Siem Pilot	51 %	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option									
Total order backlog in % and USD mill.		91% 26		76%	90		43%	55			19%	26			0%	0				0%	0		

Contract
 Contract option
 Spot work

MRSV and AHTS Employment

Vessel	Owner-ship	2010	2011				2012				2013				2014				2015				
		4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	
Siem Swordfish	100 %																						
Seven Sisters	100 %																						
Siem Marlin	100 %																						
Adams Vision	100 %																						
Total order backlog in % and USD mill.		100% 14		82%	44			62%	31				14%	8				0%	0			0%	0

Vessel	Owner-ship	2010	2011				2012				2013				2014				2015				
		4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	
Siem Pearl	100 %																						
Siem Emerald	100 %																						
Siem Sapphire	100 %																						
Siem Aquamarine	100 %																						
Siem Ruby	100 %																						
Siem Topaz	100 %																						
Total order backlog in % and USD mill.		33% 9		54%	59			50%	55				50%	55				42%	46			0%	0



Other Employment

Vessel	Type	Ownership	2010	2011				2012				2013				2014				2015			
			4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
Big Orange XVIII	WSV	41 %	Contract																				
Joides Resolution	SPV	50 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Total order backlog in % and USD mill.			100% 4		54%	15			50%	15			37%	11			0%	0			0%	0	
Marati	OSRV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Marabá	OSRV	100 %	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Parnaíba	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Paropriá	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Paracaru	FSV	100 %	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Capela	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Piracicaba	FSV	100 %	Contract	Contract	Contract	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option	Contract option
Parati	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract option	Contract option	Contract option
Atalaia	FSV	100 %																					
Total order backlog in % and USD mill.			78% 6		76%	25			56%	19			48%	13			20%	4			0%	0	

Contract
 Contract option
 Spot work

Vessel Deliveries

Vessel	Type	Owner-ship	2010	2011				2012				2013				2014				2015				
			4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	
Siem Diamond	AHTS	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 70 million			
Siem Amethyst	AHTS	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract
Brazil 'TBN'	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 23 million			
Brazil 'TBN'	FSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 23 million			
Brazil 'TBN'	FCV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 18 million			
Brazil 'TBN'	FCV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 18 million			
Brazil 'TBN'	OSRV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 94 million			
Brazil 'TBN'	OSRV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract USD 94 million			
Brazil 'TBN'	PSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract
Brazil 'TBN'	PSV	100 %	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract	Contract

█ Under Construction
 █ Contract
 █ Contract option



Market outlook

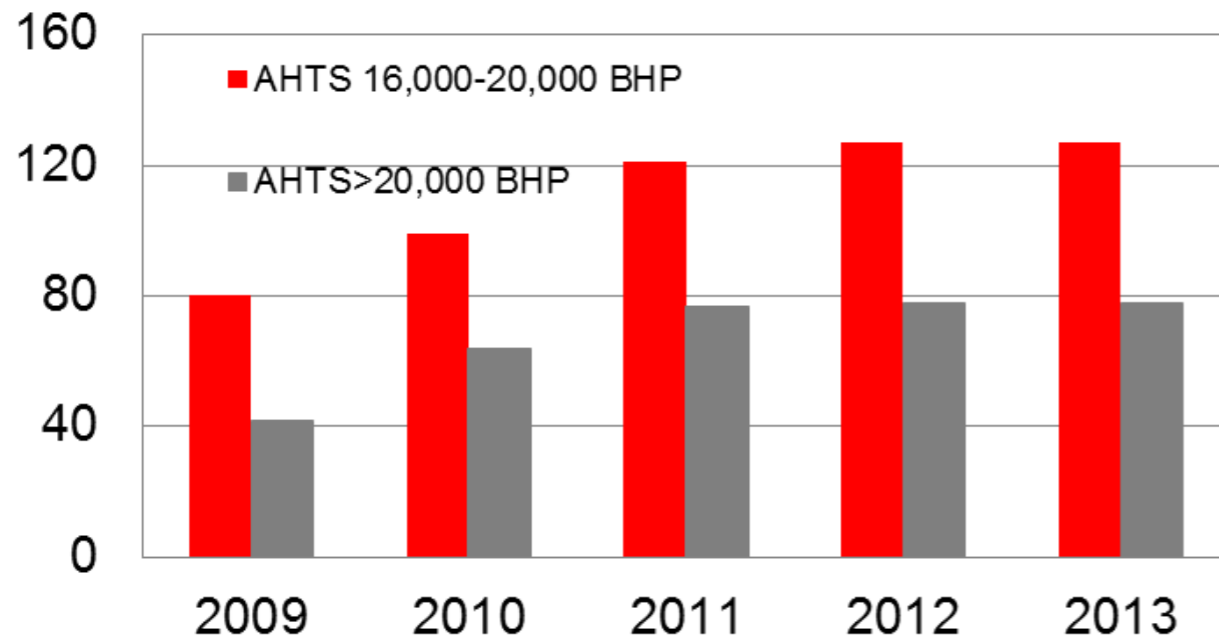
Market Outlook

- The North Sea spot market has deteriorated during the third quarter 2010 compared to previous quarter, and is expected to remain weak over the winter season.
- The growth rate for the fleet of larger offshore support vessels will decrease in 2011. However, the recent speculative orders for large PSVs are of some concern.
- The long-term outlook is positive with generally higher activity and E&P spending.
- There is an increase in the fixture and tendering activity in the global rig market compared with previous year. This will have a general positive impact on the demand for offshore support vessels.
- The majority of the Company's vessels are on long term contracts and the firm backlog of approx. \$ 1 billion provides a good basis for the coming years.

World High-End Fleet growth

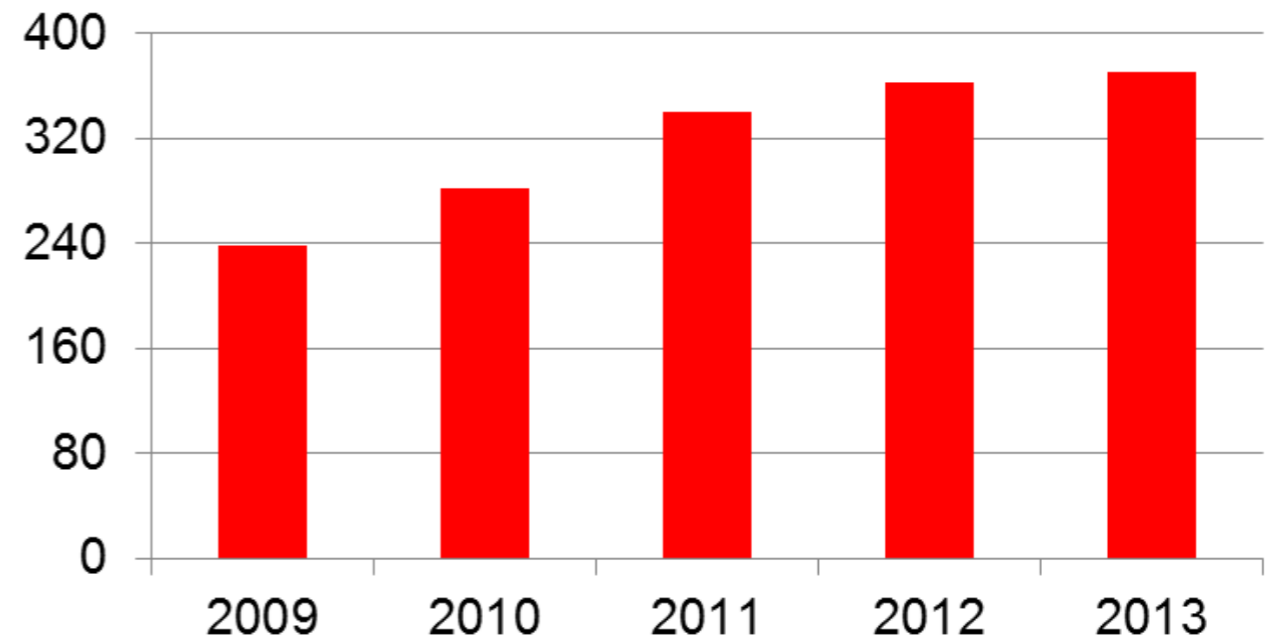
- Supply growth easing from 2010/2011

AHTS>16,000 BHP



- SIOFF's 10 AHTS all have 28,000 BHP.

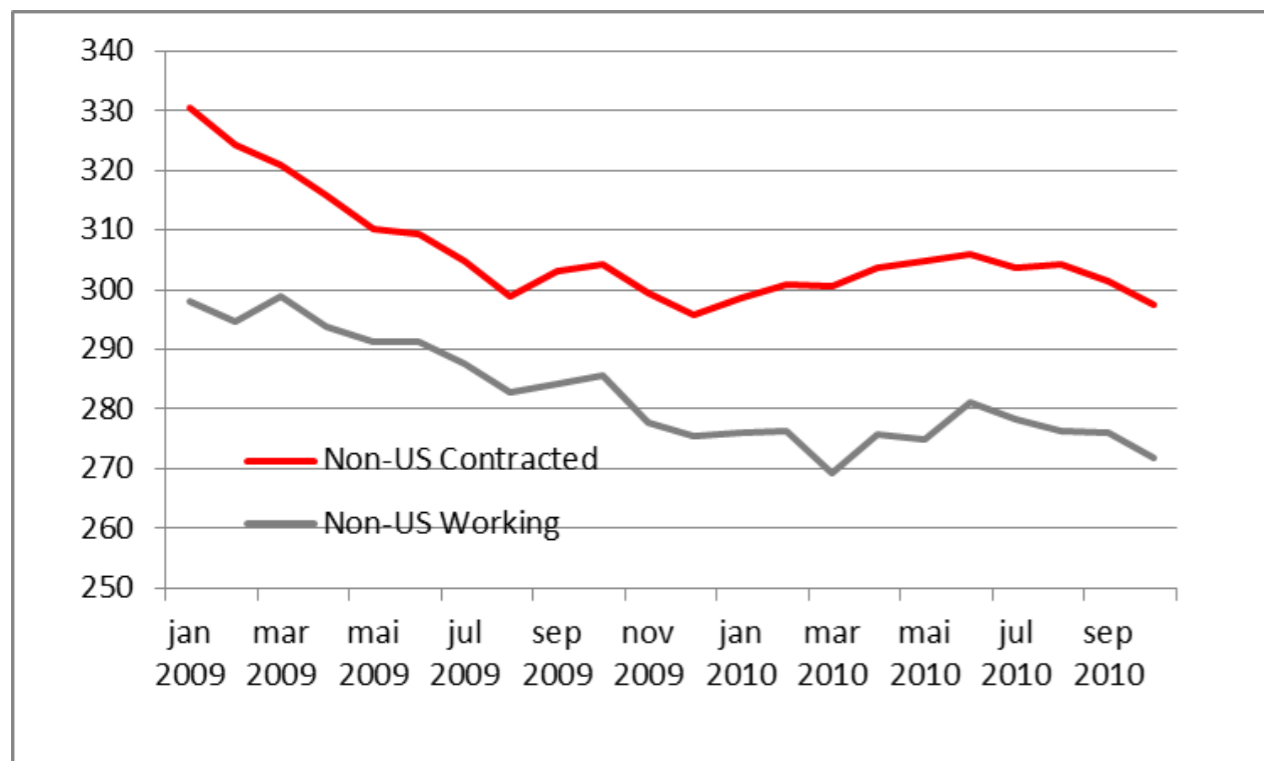
PSV>3,500 DWT



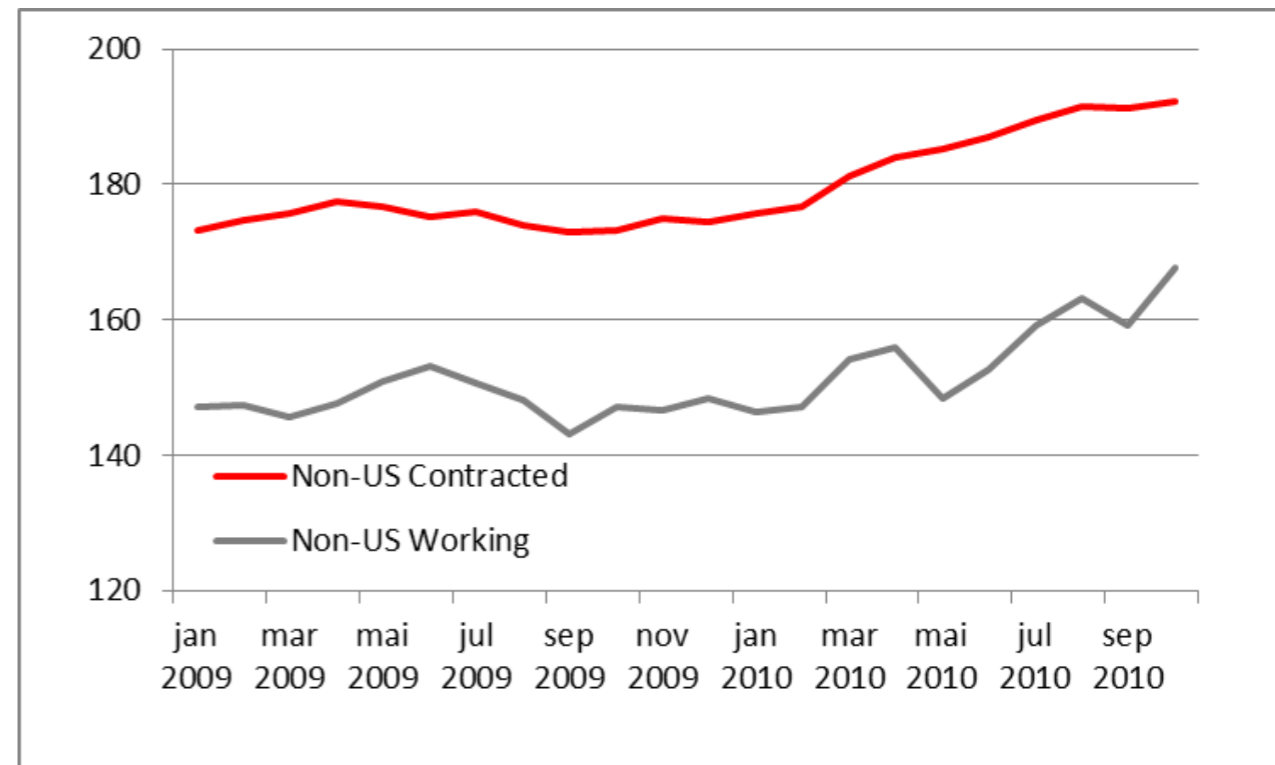
- All of SIOFF's PSVs in this category.

Global Rig Market

Global Jack-Up market



Global Floater market



- Total # of Jack-Ups Non-US contracted and working stable Y/Y.
- Total # of Non-US Floaters (semis and drillships) contracted and working up Y/Y.
 - Both for UDW fleet and 2-4G fleet.
- Another approximately 45 UDW units to enter the market in 2011-2013.
- Lifting of US Drilling ban will slowly increase US drilling activity.
- Almost doubling of fixture activity in the Floater market Y/Y.