



SIEM OFFSHORE

**Pareto Oil and Offshore Conference
August 31st 2005**

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Chairman of Siem Offshore Inc



SIEM OFFSHORE

Background

- Siem Offshore Inc represents a spin-off of the previous non-subsea activities in Subsea 7 Inc (OSE: SUB)
- Individual focus on two separate businesses.
- Each shareholder in Subsea 7 Inc received one share in Siem Offshore Inc for each share held in Subsea 7 Inc
- Siem Offshore Inc was listed on 12 August 2005 (OSE: SIOFF). Siem Offshore shares were allocated a value of NOK 4.14 pr share in the de-merger.



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Main assets

PSVs

- Six platform supply vessels VS 470 mk II design under construction.
- Delivery of the six vessels is scheduled for 4Q 2005 and 2Q and 3Q 2006
- Options for two further vessels for delivery in 2007



JOIDES Resolution

- Scientific core drilling vessel
- Owned 50/50 with Transocean Inc.
- On contract with Texas A&M Research Foundation (TAMRF) until Jan 2006 for the Integrated Ocean Drilling Program



Activities in Brazil

- 10 owned supply / crew vessels, additional two supply vessels on management
- All vessels on contracts with Petrobras
- Ongoing development and installation of combat management system for six frigates for the Brazilian Navy to be finalized in 2005





Pro forma Balance Sheet 30/06/2005

(Unaudited figures in USD 1,000)

30/06/2005

Fixed assets	
Tangible fixed assets	17,940
Financial fixed assets	5,550
Total long-term assets	23,491
Debtors, prepayments and other current assets	23,101
Bank deposits and short-term investments	31,588
Total current assets	54,689
Total assets	78,181
Shareholders' equity	
Paid-in capital and other equity	62,448
Result for the period	-3,038
Total shareholders' equity	59,410
Liabilities	
Other provisions	488
Total provisions	488
Finance debt and leases falling due after 1 year	5,515
Other long-term liabilities	830
Total other long-term liabilities	6,345
Finance debt and leases falling due within 1 year	919
Trade creditors and other Short-term liabilities	11,019
Total current liabilities	11,938
Total liabilities	18,771
Total shareholders' equity and liabilities	78,181



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Pro forma Profit and Loss Account

<i>(Unaudited figures in USD 1,000)</i>	2Q-05	2Q-04	YTD 2Q-05	YTD 2Q-04	2004
Operating revenue	5,062	4,981	11,291	10,396	22,895
Result from affiliated companies	1,456	3,452	2,734	5,344	7,966
Total revenues	6,518	8,433	14,025	15,741	30,861
Total Operating costs	-4,597	-4,113	-9,886	-8,421	-19,653
EBITDA	1,921	4,320	4,138	7,320	11,207
Depreciation and amortisation	-806	-575	-1,333	-1,163	-2,051
Impairment	-1,037	0	-1,037	0	-6,154
Gain on sale	0	0	0	52	57
EBIT	78	3,745	1,769	6,209	3,060
Net currency items	-3,999	-495	-4,028	-196	-249
Financial income	40	30	96	78	108
Financial costs	-174	-221	-382	-432	-371
Net financial items	-4,133	-685	-4,313	-551	-513
Result before taxes	-4,055	3,060	-2,545	5,658	2,547
Taxes	-493	89	-493	89	0
Result for the period	-4,548	3,149	-3,038	5,747	2,548



Vision

- Siem Offshore Inc is a platform to pursue business opportunities within the marine sector of the oil service industry.
- Siem Offshore's focus will be:
 - Seek opportunities for its fleet of new PSVs
 - Capitalise on its position in Brazil
 - Work on new investment opportunities within the marine oil and gas service industry.