

Q1 2023 RESULTS

Oslo, 26th May 2023

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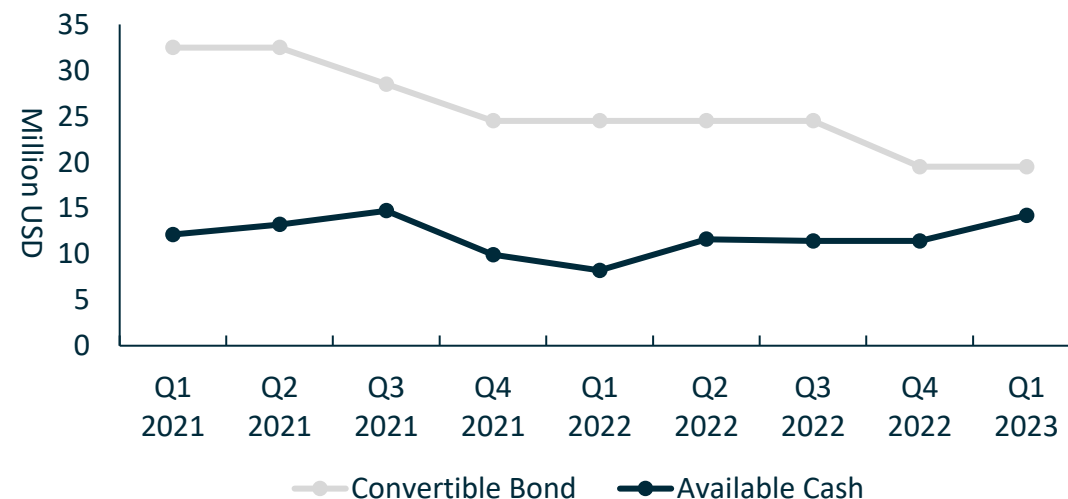
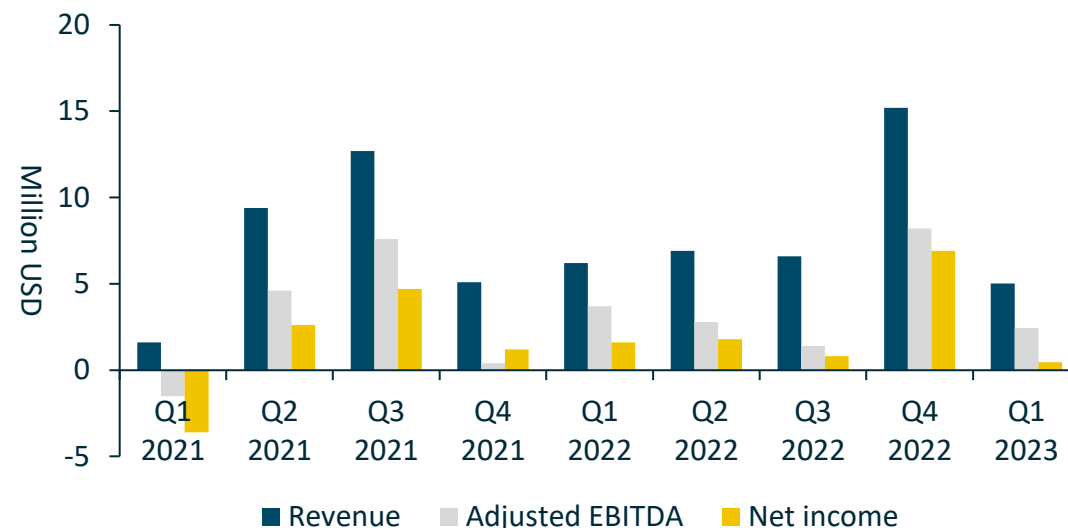
Q1 2023

- Operational summary

- Atlantic Guardian warm-stacked for the entire quarter

- Financial highlights for the quarter

- Revenues of USD 5.0 million
- EBITDA of USD 3.1 million and adjusted EBITDA of USD 2.4 million
- 8th consecutive profitable quarter with a net income of USD 0.5 million
- Quarter end free cash balance of USD 14.2 million





Operations and Market

Market update

- Norwegian EM market considerably slower than pre Covid
 - Oil companies focusing on ILX
 - Recent M&A has reduced number of potential clients
- Exploration in the Barents Sea due for a revival?
 - Expansion of the APA round area in the Western Barents Sea
 - Focus on gas as a result of the geopolitical situation with war in Europe and renewed importance of energy security
 - Will the pipeline to the Barents Sea finally be built?
- Majors and National Oil Companies (NOC's) are gearing up their exploration activities
 - Significant increase in drilling activities globally
 - India is opening new areas for exploration and energy security more important than emission reduction in the short term
 - Increasing exploration in Africa and South America



Assessment of gas transport alternatives from Barents Sea South (GASSCO)

3 success factors – why CSEM now can do more than ever

1. Deep Blue Source

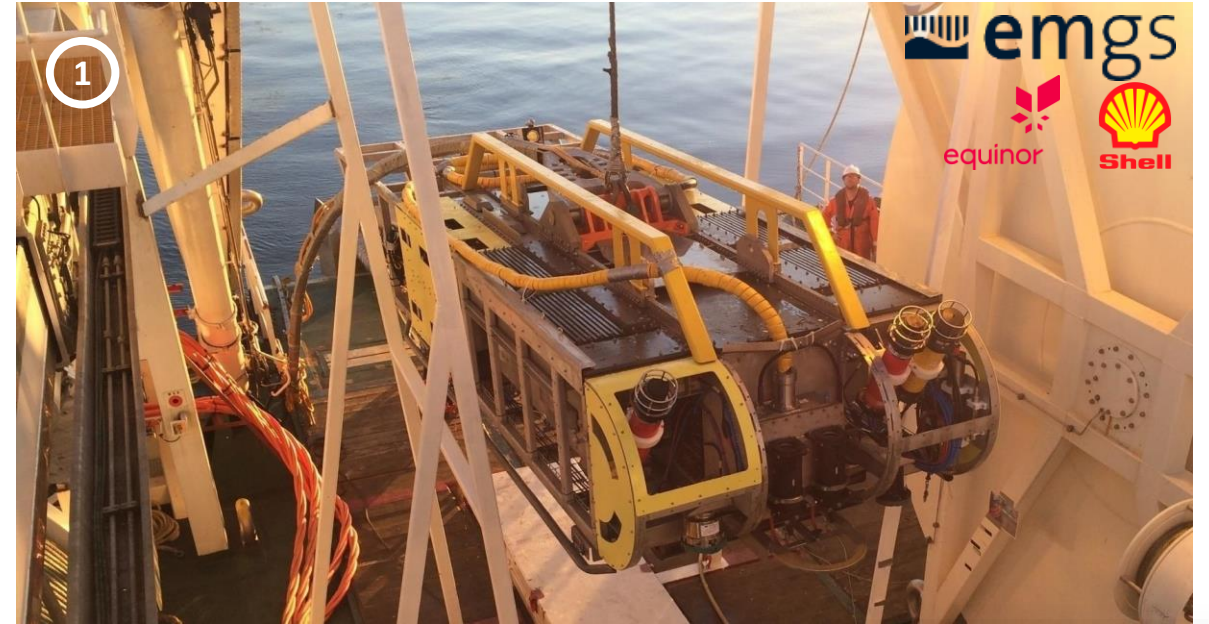
- Up to 10 000 Ampere
- 1.5 MW power
- Wideband (0 – 50Hz)
- Depth rated to 4 000m

2. New inversion algorithm

- Gauss-Newton algorithm (2018-20)
- Solves for resistivity (anisotropic) and dip angle (2021)
- Start model independent

3. New data Interpretation and Integration workflow

- Prospect risk and volume update
- Rock physics framework
- Scenario testing
- Developed workflow for field wide saturation/net-pay





Financial review

First quarter 2023 performance

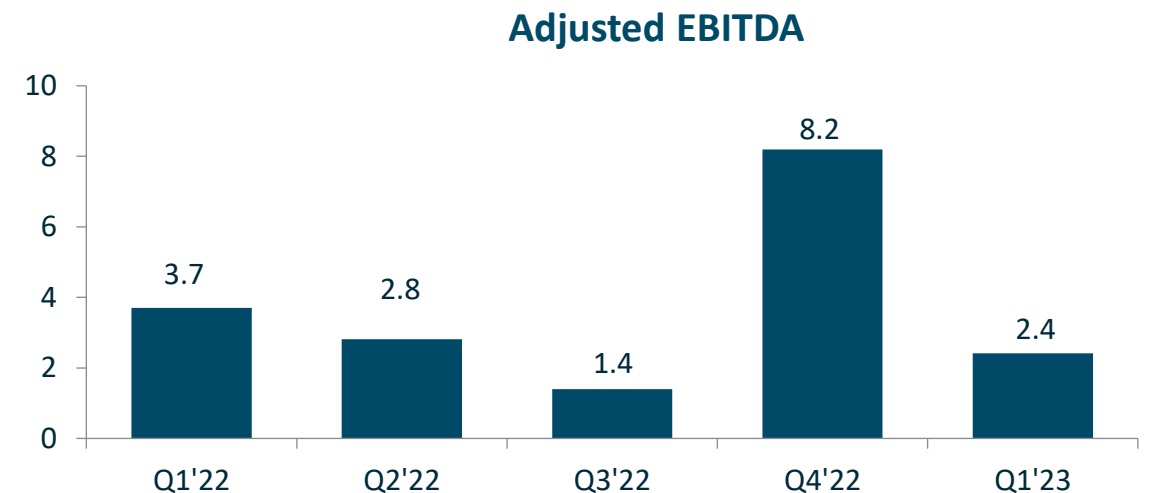
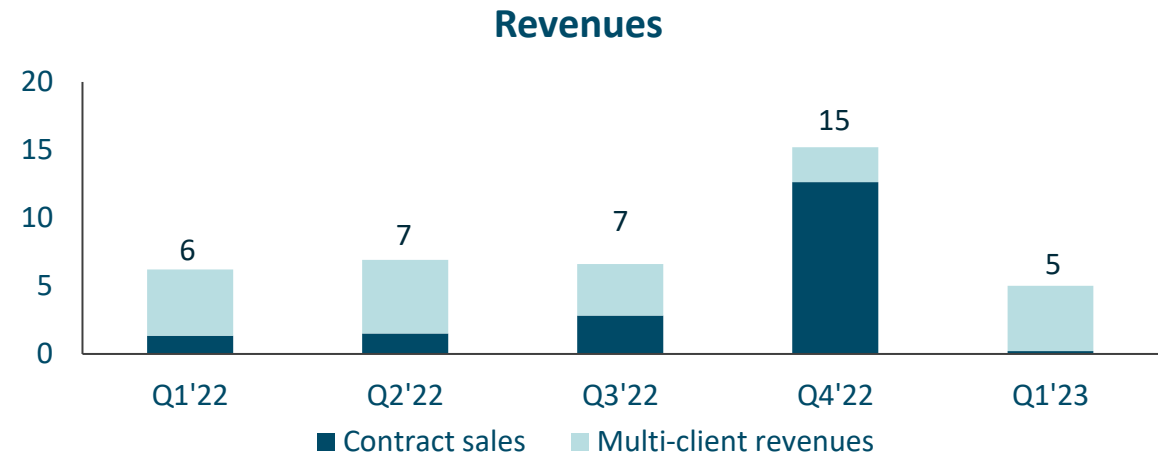
I Development in revenues and EBITDA

Key financial metrics

- Revenues
 - USD 5.0 million total revenue
 - USD 4.8 million in multi-client revenue
- Vessel utilisation of 0%
 - Atlantic Guardian warm-stacked for the entire quarter
- EBITDA
 - USD 3.1 million
 - Adjusted EBITDA* of USD 2.4 million

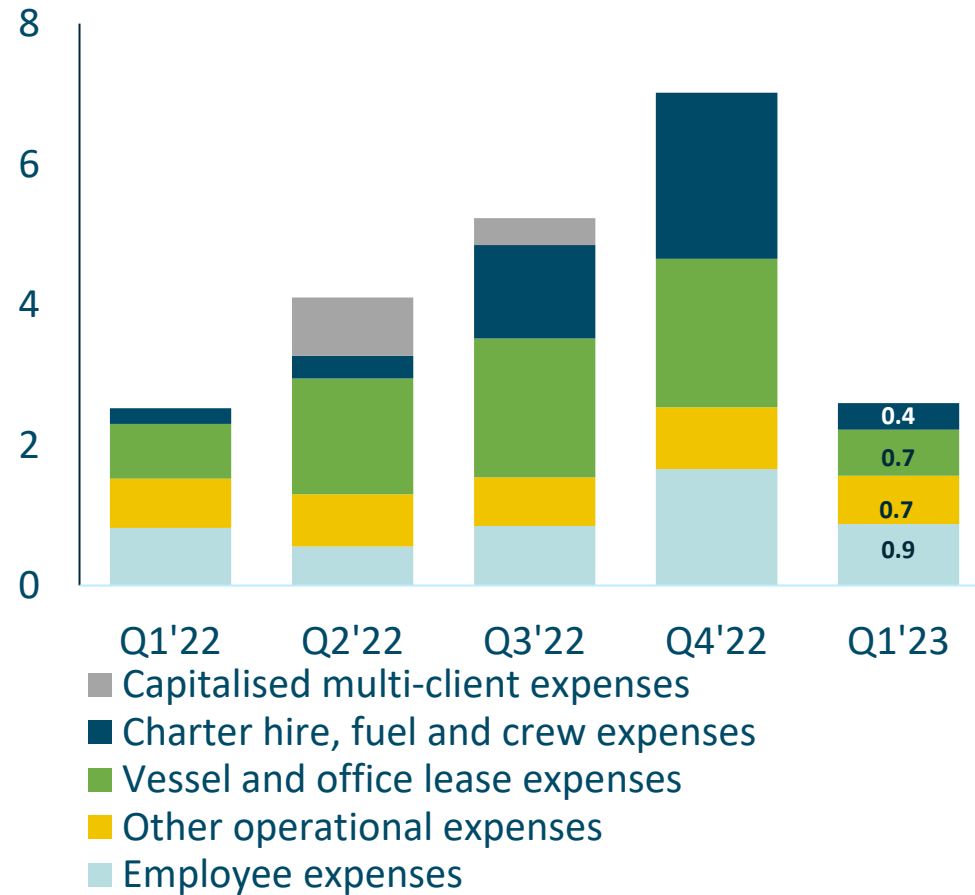
*Adjusted EBITDA includes capitalised multi-client expenses and vessel and office lease expenses

Quarterly development (USD million)



Operational costs

Quarterly operational cost base* development (USD million)



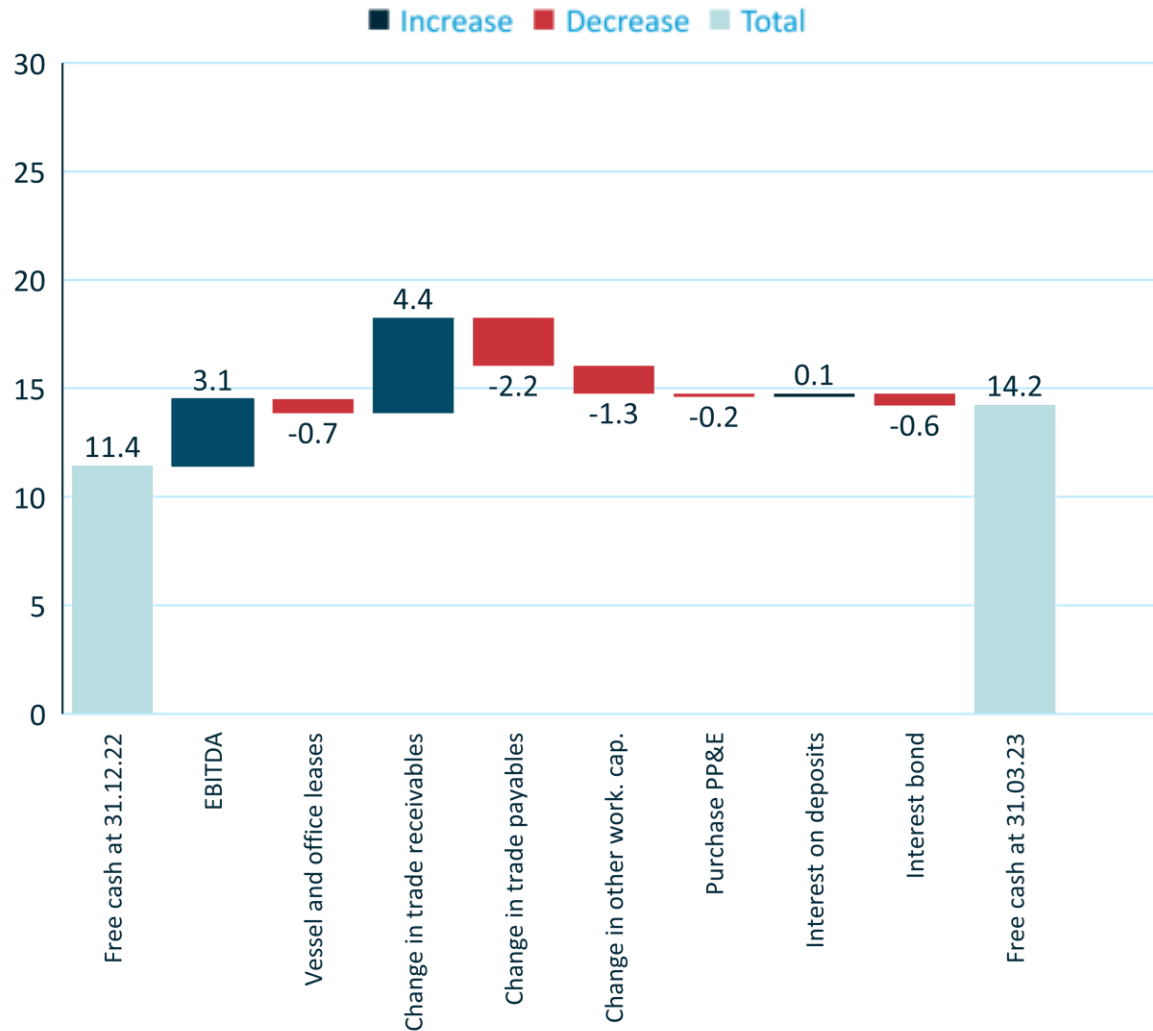
Comments

- Operational costs base in Q1 23 of USD 2.6 million
 - USD 4.4 million lower than Q4 22
 - The Atlantic Guardian was warm-stacked for the entire quarter
 - low charter hire, fuel and crew expenses as a result of low vessel activity level

*Cost base is defined as operational costs (charter hire etc, employee expenses, other operating expenses) plus MC investments and vessel and office lease payments presented as financial leases from 1 January 2019, restructuring charges and other extraordinary items

Increase in free cash in Q1 2023

Quarterly free cash development (USD million)



Comments

- Net increase in free cash of USD 2.8 million to USD 14.2 million
 - Positive Adjusted EBITDA of USD 2.4 million
 - Trade receivables decreased by USD 4.4 million as compared to the previous quarter
 - Trade payables decreased by USD 2.2 million
 - Vessel and office lease expense of USD 0.7 million



Q&A

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Please e-mail questions to: emgs@emgs.com

