

BW Offshore

Pareto Securities' 31st Annual Energy Conference

Marco Beenen, CEO

11 September 2024



Disclaimer

This Presentation has been produced by BW Offshore Limited exclusively for information purposes. This presentation may not be redistributed, in whole or in part, to any other person.

This document contains certain forward-looking statements relating to the business, financial performance and results of BW Offshore and/or the industry in which it operates. Forward-looking statements concern future circumstances and results and other statements that are not historical facts, sometimes identified by the words “believes”, “expects”, “predicts”, “intends”, “projects”, “plans”, “estimates”, “aims”, “foresees”, “anticipates”, “targets”, and similar expressions. The forward-looking statements contained in this Presentation, including assumptions, opinions and views of BW Offshore or cited from third party sources are solely opinions and forecasts which are subject to risks, uncertainties and other factors that may cause actual events to differ materially from any anticipated development. None of BW Offshore or any of its parent or subsidiary undertakings or any such person’s officers or employees provides any assurance that the assumptions underlying such forward-looking statements are free from errors nor does any of them accept any responsibility for the future accuracy of the opinions expressed in this Presentation or the actual occurrence of the forecasted developments. BW Offshore assumes no obligation, except as required by law, to update any forward-looking statements or to conform these forward-looking statements to our actual results.

No representation or warranty (express or implied) is made as to, and no reliance should be placed on, any information, including projections, estimates, targets and opinions, contained herein, and no liability whatsoever is accepted as to any errors, omissions or misstatements contained herein, and, accordingly, neither BW Offshore nor any of its parent or subsidiary undertakings or any such person’s officers or employees accepts any liability whatsoever arising directly or indirectly from the use of this document. Actual experience may differ, and those differences may be material.

By attending this Presentation, you acknowledge that you will be solely responsible for your own assessment of the market and the market position of BW Offshore and that you will conduct your own analysis and be solely responsible for forming your own view of the potential future performance of the businesses of BW Offshore. This presentation must be read in conjunction with the recent Financial Information and the disclosures therein.

This announcement is not an offer for sale or purchase of securities in the United States or any other country. The securities referred to herein have not been registered under the U.S. Securities Act of 1933, as amended (the “U.S. Securities Act”), and may not be sold in the United States absent registration or pursuant to an exemption from registration under the U.S. Securities Act. BW Offshore has not registered and does not intend to register its securities in the United States or to conduct a public offering of its securities in the United States. Any offer for sale or purchase of securities will be made by means of an offer document that may be obtained by certain qualified investors from BW Offshore. Copies of this Presentation are not being made and may not be distributed or sent into the United States, Canada, Australia, Japan or any other jurisdiction in which such distribution would be unlawful or would require registration or other measures.

In any EEA Member State that has implemented Regulation (EU) 2017/1129 of the European Parliament and of the Council of 14 June 2017 on the prospectus to be published when securities are offered to the public or admitted to trading on a regulated market Directive 2003/71/EC (together with any applicable implementing measures in any member State, the “Prospectus Directive Regulation”), this communication is only addressed to and is only directed at qualified investors in that Member State within the meaning of the Prospectus Directive Regulation.

This Presentation is only directed at (a) persons who are outside the United Kingdom; or (b) investment professionals within the meaning of Article 19 of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (the “Order”); or (c) persons falling within Article 49(2)(a) to (d) of the Order; or (d) persons to whom any invitation or inducement to engage in investment activity can be communicated in circumstances where Section 21(1) of the Financial Services and Markets Act 2000 does not apply.

BW Offshore at a glance

- Global operator of FPSOs with a >40-year track record
- OSE-listed since 2006 with a USD ~462m¹ market cap
- BW Group largest shareholder with ~49.9% ownership
- One new FPSO under construction
- ~64% owner of floating wind company BW Ideol



40
Executed projects



3
Operating units



5.4bn
USD of firm revenue backlog



99.5%
Commercial uptime



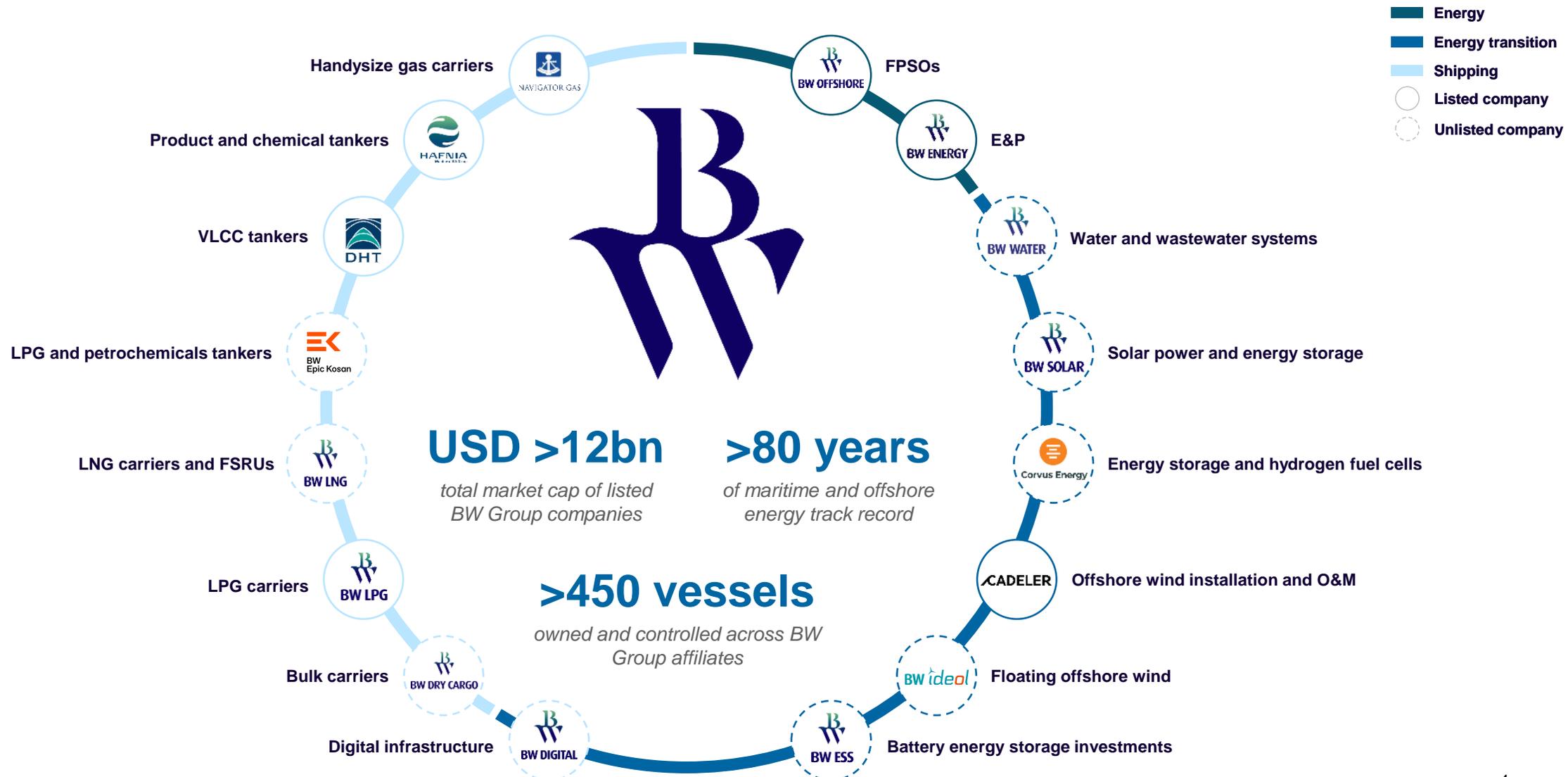
USD 305 - 315m
2024 EBITDA guidance



~9.7%
Dividend yield²

1) Market cap per 6 September 2024
2) Dividend yield per 6 September 2024

Part of BW Group – the leading global maritime group



Strategic priorities addressing energy security and transition



Extracting maximum value from the existing FPSO fleet



Growing the floating production business through new offshore energy infrastructure projects



Building a substantial and growing position in offshore renewable energy infrastructure

FY 2024 EBITDA outlook

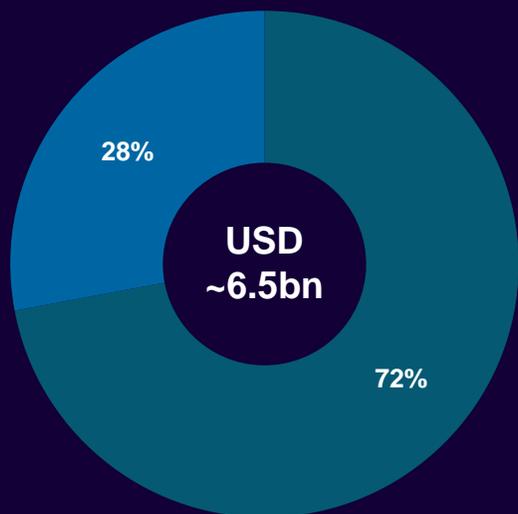
305-315

USD million

- BW Opal on contract from 2025
- Identified six target FPSO projects
- Disciplined tendering
- Selectively developing new floating energy transition solutions
- ~64% owner of floating wind company BW Ideol

Strong cash flow underpinned by the core FPSO fleet

Revenue backlog end Q2 2024 of which USD ~5.4 billion (84%) is firm¹



- BW Opal
- BW Adolo, BW Catcher and BW Pioneer

Unit	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	
BW Opal	Santos, Australia: 2025-2040 (2050)															
BW Adolo	BW Energy, Gabon: 2018-2028 (2038) ²															
BW Catcher	Harbour Energy, UK: 2018-2025 (2043)															
BW Pioneer	Murphy Oil, US: 2012-2025 (2030)															

- Lease & Operate - fixed period
- Lease & Operate - option period
- Construction / EPC

Santos



BW Opal

- Annual EBITDA USD 255-265 million
- Cash flow to BW Offshore ~USD 30 million annually

BW ENERGY



BW Adolo

- Annual EBITDA USD 60-75 million
- Volume based production tariff

Harbour Energy



BW Catcher

- Annual EBITDA USD 220-230 million
- Expected to remain on contract through 2028

MURPHY OIL CORPORATION



BW Pioneer

- Annual EBITDA USD 55-65 million
- Contract discussions with client progressing

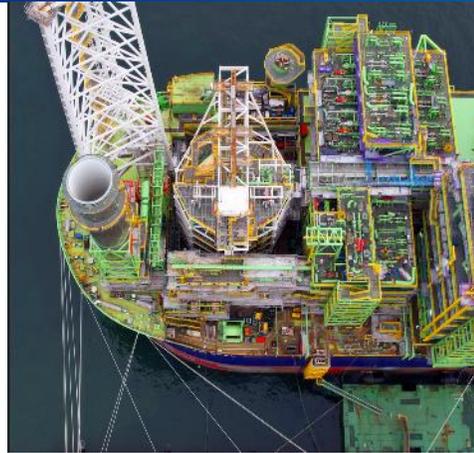
1) Option backlog includes options deemed likely to be exercised. Barossa backlog includes USD 4.6bn (gross) firm period.

2) BW Energy has an option to acquire the unit in 2028 for USD 100 million, the current license expires in 2038.

BW Opal FPSO progressing on schedule

88% complete

- All topside modules successfully lifted onboard
- Integration ~75% completed
- Pre-commissioning and commissioning are ramping up
- Focus on maintaining schedule and mitigating project risks
- Long-term project economics remain intact
- FPSO on track to be ready for first gas in 1H 2025



Targeting six projects in a strong FPSO market with awards lagging

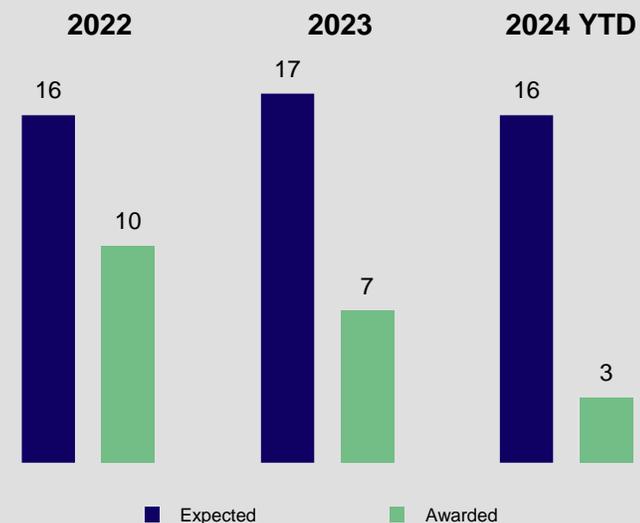
Likely FPSO awards 2024-2030¹



Market backdrop

- Continued high Brent price supports demand for new FPSOs, contract extensions and redeployments
- Increased complexity and higher costs necessitate financial structures with significant prepayments
- Trend towards EPCI plus O&M models

FPSO awards lagging expectations²



1) Approximate locations. Source: Energy Maritime Associates Pte Ltd July 2024., Rystad

2) Estimated number of contracts to be awarded in the next 12 months, based on EMA reports from January 2022, January 2023 and January 2024

Well positioned in highly selective market



Awards lagging expectations amid increased costs and complexities

- Selective lenders and equity investors
- Inflation and interest rates have driven up cost
- Continuous development plans changes
- E&P companies struggle to attract bids

Maintaining disciplined approach

- L&O and EPCI combined with O&M is the preferred contracting model, focused on balanced risk/reward
- Firm contract periods meeting return requirements with no residual value risk
- Solid NOCs or investment-grade counterparties
- Working and co-investing with partners

In a favourable position

- Experience from building large and complex gas FPSOs and all offshore regions
- Rapid Framework Hull design
- Pioneering new FPSO financing solutions such as Barossa
- New contract models with better risk reward balance

Capturing energy transition opportunities

- Employ project, operational and financial experience to offshore application of proven technologies
- Disciplined approach to allocation of capital

Floating wind through **BW ideal**



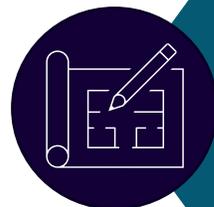
Proof of concept

Two full scale offshore floating wind turbines
>5 years of operation



Growing co-development portfolio

~1 GW of projects under development
~6 GW of substantiated pipeline



Project under construction

~30 MW of pre-commercial project under construction
Targeting commercial operation date in 2025

Low-carbon offshore energy productions



Low emissions energy production

CCS on newbuild FPSOs
CCS on floating gas to power



CO₂ value chain

Floating injection hub concept
CO₂ transport and storage



Clean fuels and water

Hydrogen, ammonia and methanol
Floating desalination for freshwater production

Solid financial position supports attractive direct returns and financial flexibility

Available liquidity
USD 728 million¹

Annualised dividend
~9.7% yield²

USD 266 million
returned to
shareholders since
2020

All in cost of debt
4.9%
95% hedged

Net debt / EBITDA
0.0x
Q2 2024

Equity ratio
30.4%



1) Includes undrawn amount of USD 267.8 million on the revolving credit facility
2) Dividend yield as of 6 September 2024

Why invest in BW Offshore?

- 1** Leading FPSO operator with four decades of track record
- 2** Strong backlog and predictable cash flow with value triggers in extensions
- 3** Increased free cash flow with BW Opal on contract in 2025
- 4** Solid financial position supportive of future growth
- 5** Consistent and growing dividend paid quarterly since introduction in 2020
- 6** Well positioned for energy transition markets through disciplined investments



**We engineer offshore
production solutions to
progress the future of energy.**