



AWILCO DRILLING

AWILCO DRILLING Q2 2022 PRESENTATION

9 August 2022

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AGENDA

1. Main Events
2. Q2 2022 Results
3. Disputes Update
4. Summary
5. Q&A

1. Main Events



MAIN EVENTS

- No revenue earned in Q2, EBITDA loss of USD 7.9 million, Net loss of USD 5.1 million
- The sale of the WilHunter for recycling was concluded in June
- The sale of the WilPhoenix to Well-Safe Solutions Ltd. Was also concluded in June
- The short-term shareholder loan with Awilhelmsen Offshore AS and QVT Family Office Fund LP was redeemed
- Preparations for the arbitration cases against Keppel FELS continues



2. Q2 2022 results



Q2 2022 INCOME STATEMENT

Condensed statement of comprehensive income

in USD thousands, except earnings per share

	YTD		YTD	
	Q2 2022	30.06.22	Q2 2021	30.06.21
	(unaudited)	(unaudited)	(unaudited)	(unaudited)
Contract revenue	-	-	11.633	24.099
Reimbursables	-	-	308	463
Other revenue	-	-	17	36
	-	-	11.958	24.598
Rig operating expenses	2.463	5.073	6.280	11.442
Reimbursables	-	-	41	65
General and administrative expenses	5.458	9.083	2.675	6.437
Depreciation	17	35	1.417	3.901
Impairment	-	205	-	-
Net gain on disposal of property, plant and equipment	(2.872)	(2.872)	-	-
	5.067	11.525	10.413	21.845
Operating (loss)/profit	(5.067)	(11.525)	1.545	2.752
Interest income	5	5	-	-
Interest expense	(24)	(32)	(16)	(32)
Other financial items	8	(115)	40	128
Net financial items	(11)	(142)	24	96
(Loss)/Profit before tax	(5.077)	(11.666)	1.569	2.848
Tax expense	-	-	(1)	(2)
Net (loss)/profit	(5.077)	(11.666)	1.568	2.846
Total comprehensive (loss)/profit	(5.077)	(11.666)	1.568	2.846
Attributable to shareholders of the parent	(5.077)	(11.666)	1.568	2.846
Basic and diluted (loss)/profit per share	(0,09)	(0,21)	0,03	0,05



Q2 2022 BALANCE SHEET

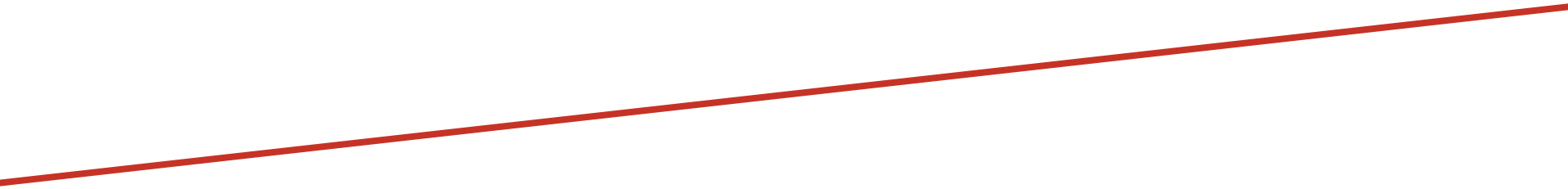
Condensed statement of financial position

in USD thousands

	30.06.2022	30.06.2021
	(unaudited)	(unaudited)
Rigs, machinery and equipment	384	63,146
Right-of-use asset	-	936
Deferred tax asset	-	12
	<u>384</u>	<u>64,094</u>
Trade and other receivables	-	4,533
Prepayments and accrued revenue	2,844	4,522
Inventory	-	3,267
Cash and cash equivalents	10,474	15,373
	<u>13,318</u>	<u>27,695</u>
Total assets	<u>13,702</u>	<u>91,789</u>
Paid in capital	218,905	218,905
Retained earnings	(219,673)	(132,932)
	<u>(768)</u>	<u>85,973</u>
Trade and other creditors	959	1,456
Accruals and provisions	4,358	4,360
Current tax payable	9,153	0
	<u>14,470</u>	<u>5,816</u>
Total equity and liabilities	<u>13,702</u>	<u>91,789</u>



3. Disputes Update



DISPUTES UPDATE

- Arbitration processes related to the terminations of new build Rig 1 and Rig 2 continue
 - *Claim amounts to a total of USD 97.7 million plus interest*
 - *Tribunal hearing for Rig 1 has been scheduled to commence in October 2022 with award expected in Q1 2023*
 - *The hearing for Rig 2 has been scheduled to commence in May 2023*
- *Potential financing alternatives are being explored, in case new funding is needed by October 2022*
- *Awilhelmsen Offshore QVT remain committed to enable Awilco Rig 1 Pte. Ltd and Awilco Rig 2 Pte. Ltd to pursue the arbitration cases to their conclusion*



4. Summary



SUMMARY

- With both rigs sold, the Company's remaining assets are the two arbitration cases
- The Company has no current outstanding debt
- New financing may be needed by October, financing options are being explored
- Actively managing the arbitration processes towards Keppel FELS to receive refunds of paid instalments



Q&A

