

Q1 2021 RESULTS

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Q1 2021

Operational highlights

- Successful mobilisation of the Atlantic Guardian after extended period in cold-stack
- Release of USD 7.3 million held in pledged account
- Payment of all past due invoices related to Pemex project received
- Contract award for proprietary survey in Southeast Asia

Financial highlights

- Revenues of USD 1.6 million
- EBITDA of negative USD 58 thousand
- Adjusted EBITDA negative USD 1.5 million

Subsequent events

- Completion of multi-client project in Mexico
- Commencement of transit to Southeast Asia

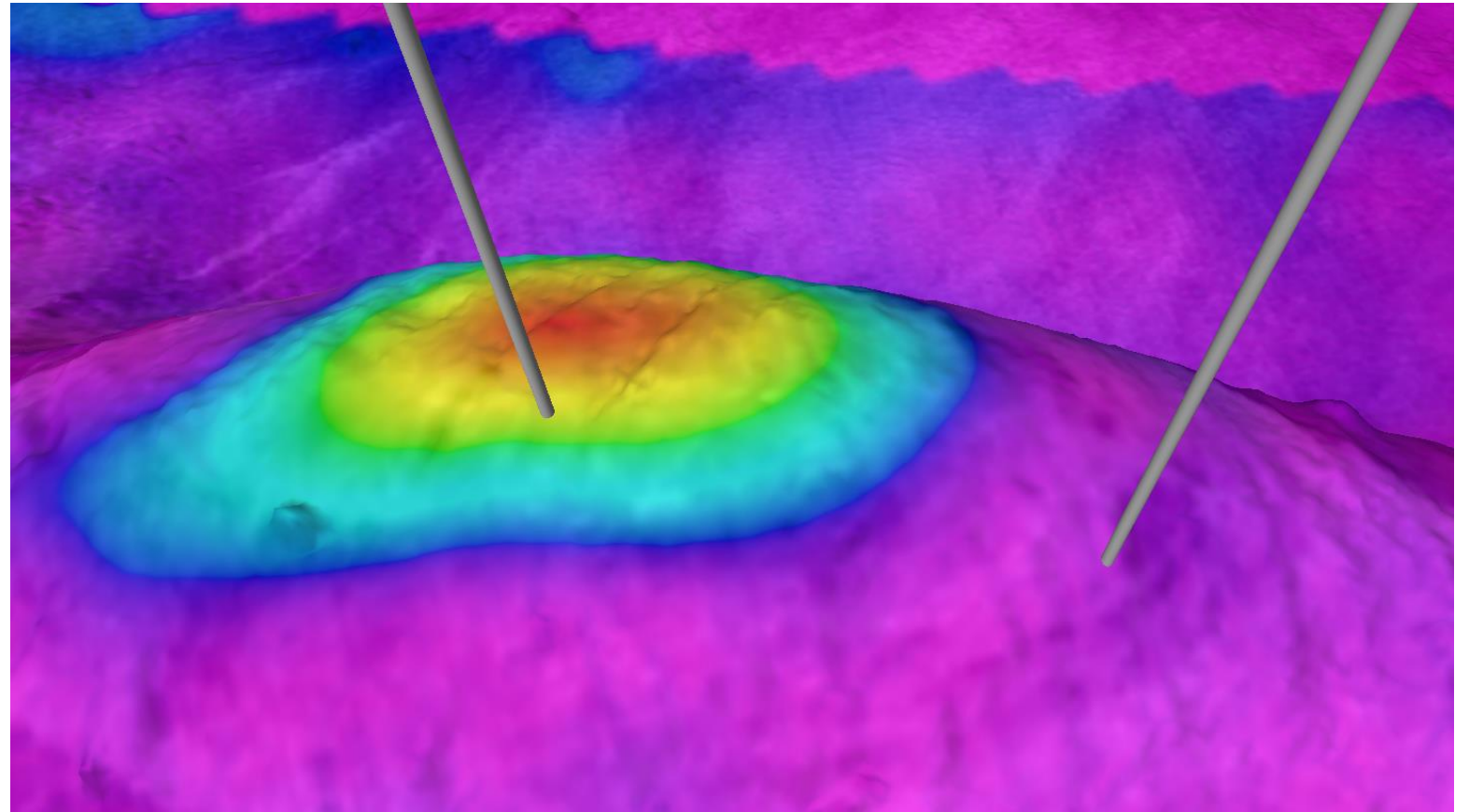




Operations, Market and Outlook

Mexico Multi-Client project completed

- Fully prefunded Multi-Client 3D CSEM project completed on time
 - Significant challenges due to the ongoing Covid-19 pandemic
 - Minimal technical downtime despite vessel being cold-stacked for a long period of time
 - Limited weather-related downtime
- Survey consisted of 3 small 3D CSEM surveys and one regional 2D line in the Mexican Ridges area
- EMGS expects to recognize revenues of approximately USD 7 million in the 2nd Quarter
- Vessel has departed Mexico and is in route to the next project in Southeast Asia with an expected startup in early July



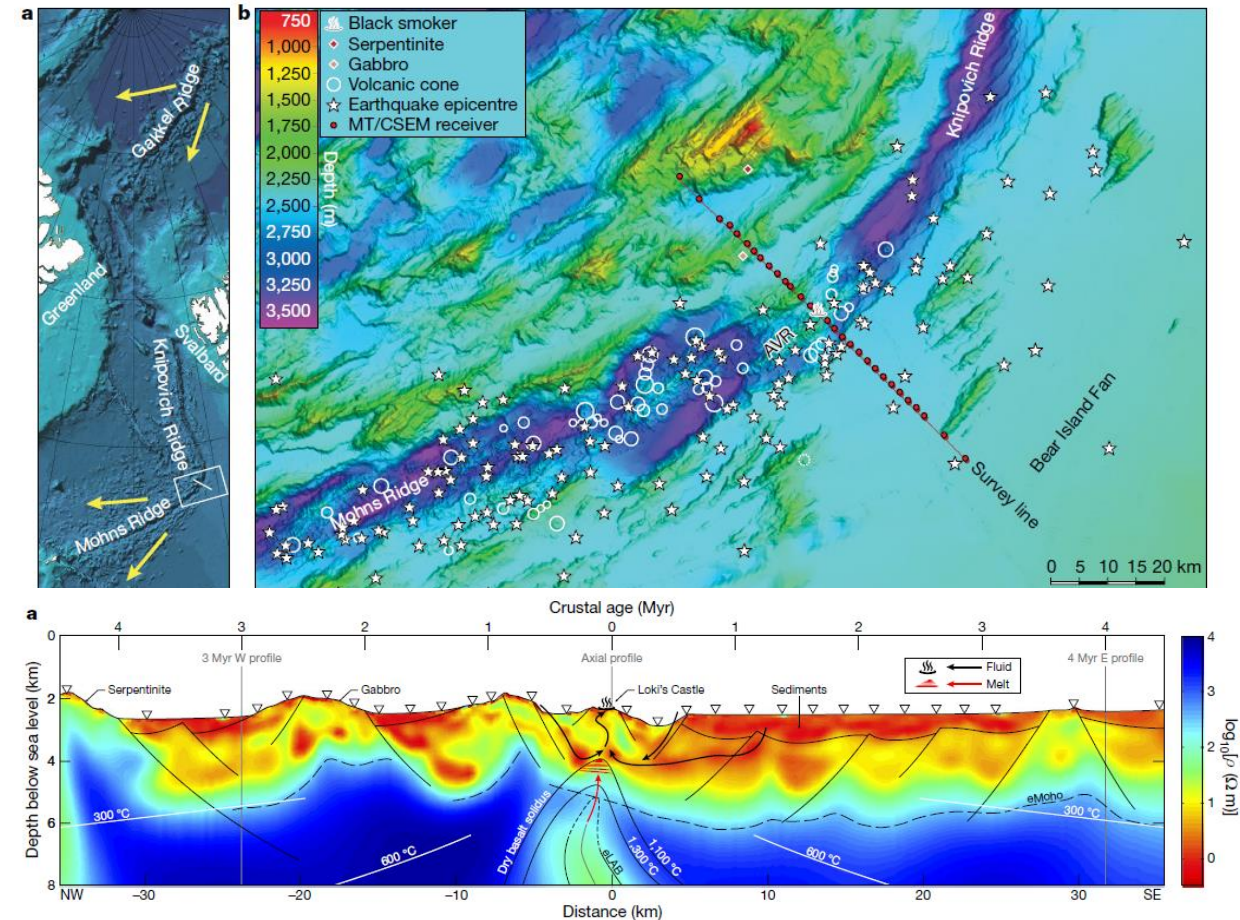
EMGS company update

- Transformation to low-cost setup completed
- Atlantic Guardian back in operation after nearly one year in cold-stack
- Successful execution of the Mexico Multi-Client project is a testament to the motivation, dedication and experience of the EMGS staff and contractors
- Current backlog consists of the Southeast Asia project and the Utsira High Multi-Client project in Norway
 - Expected startup in Southeast Asia beginning of July
 - The Utsira High project is expected to last one month with startup in September
- EMGS currently working on securing additional work following the Utsira High Multi-Client project



Emerging Marine Minerals market

- Marine minerals or seabed minerals have been identified as a potential supply source for minerals needed in the energy transition
- Norwegian Parliament has enacted a law governing the exploration and exploitation of seabed minerals and the NPD has announced an intention to launch the first concession round in 2023/24
- EMGS, together with NTNU, has already acquired 2 academic surveys to improve the understanding of processes leading to the formation of marine minerals
 - One survey over the Mohns Ridge and Lokis Castle,
 - One survey over the Knipovich Ridge

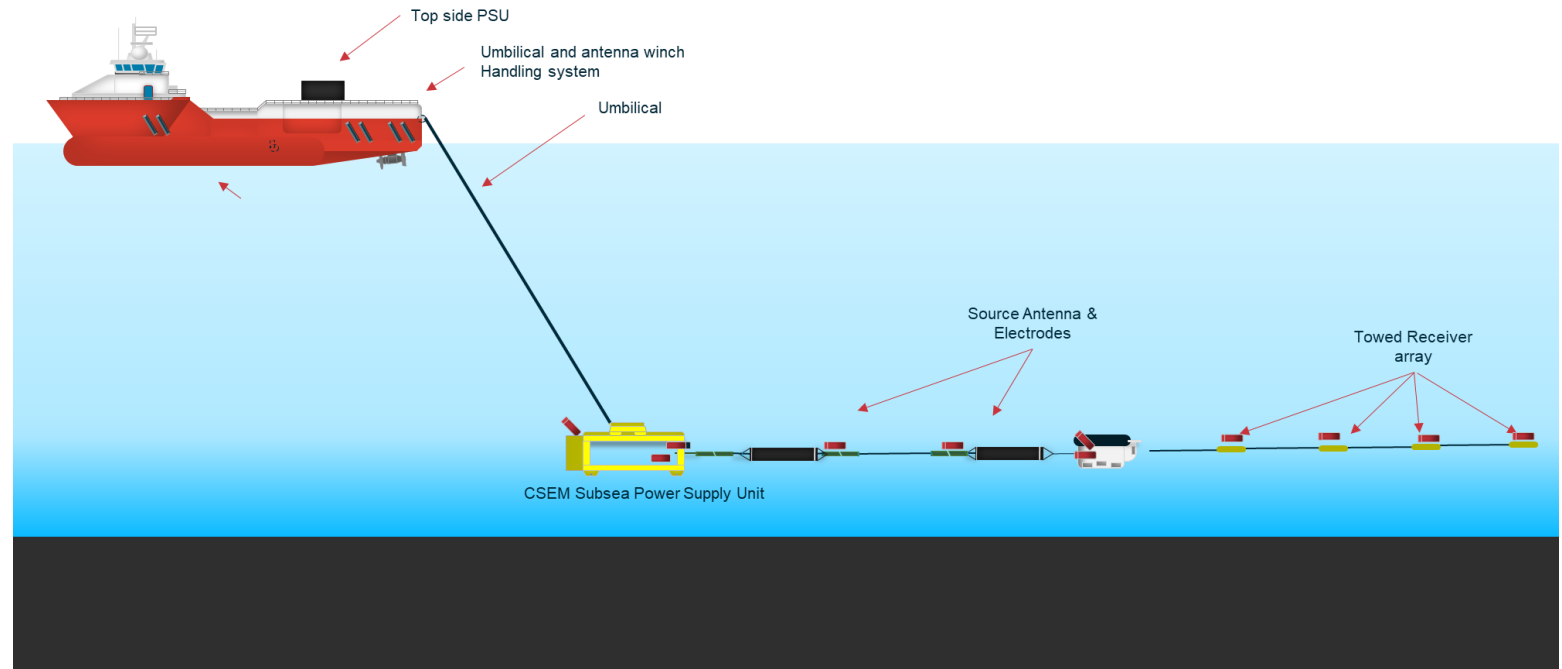


Johansen, S. E.; Panzner, M.; Mittet, R.; Amundsen, H. E.; Lim, A.; Vik, E.; Landrø, M. & Arntsen, B.; Deep electrical imaging of the ultraslow-spreading Mohns Ridge Nature, Nature Publishing Group, 2019 , 567 , 379

Commercial CSEM system for marine mineral detection

- Electromagnetic methods are widely used in the onshore mining business to locate ore deposits
- The use of CSEM to map marine mineral deposits has been demonstrated on research surveys
- However, these systems are not fit for large scale exploration of the vast areas along the spreading ridges
- EMGS is developing a commercial towed EM system that can provide high resolution images of the shallow subsurface for marine mineral exploration
- A prototype will be developed by modifying and upgrading our existing CSEM source and towed receiver technology

EMGS Marine Mineral Exploration Setup





Financial review

First quarter 2021 performance

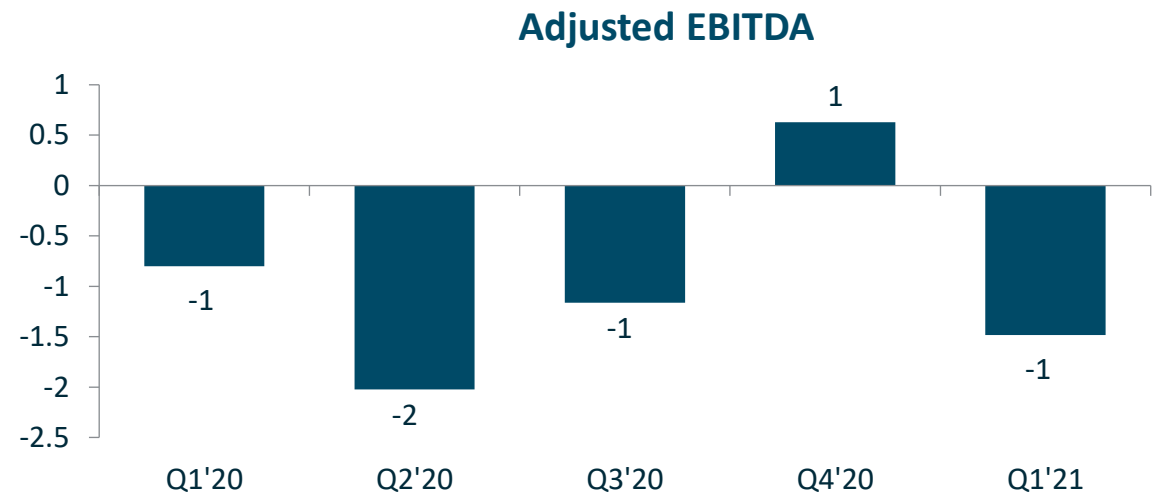
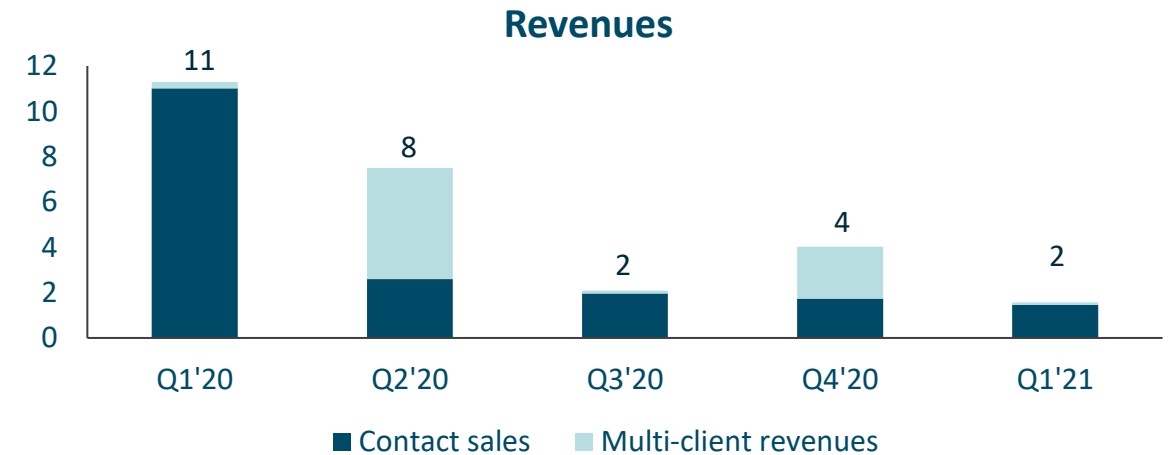
Key financial metrics

- Revenues
 - USD 1.6 million total revenue
 - USD 1.4 million other revenue
- Vessel utilisation of 6%
 - Atlantic Guardian mobilised, transited to Mexico and began the multi-client acquisition
- EBITDA
 - USD negative 58 thousand
 - Adjusted EBITDA* of negative USD 1.5 million

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

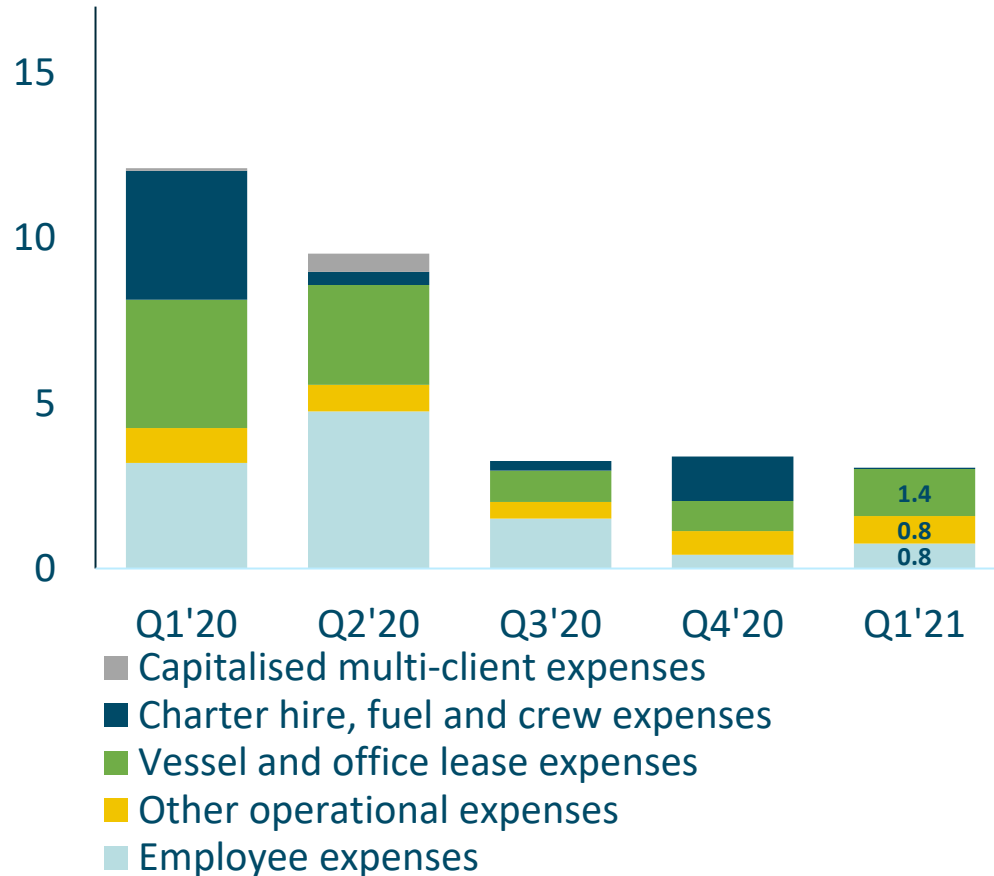
Development in revenues and EBITDA

Quarterly development (USD million)



Operational costs

Quarterly operational cost base* development (USD million)



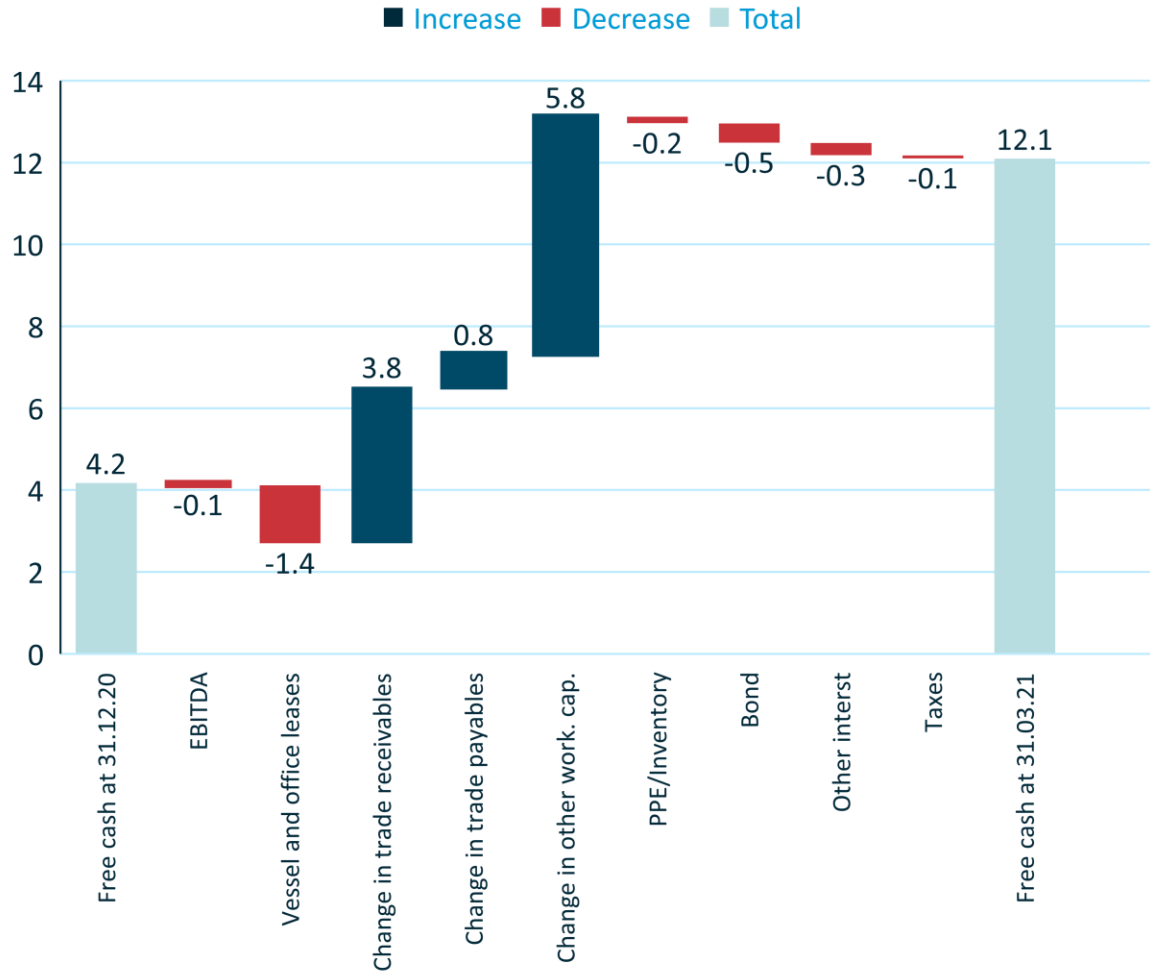
Comments

- Operational costs base in Q1 21 of USD 3.1 million
 - USD 340 thousand lower than Q4 20
 - Charter hire, fuel and crew expense remains low
 - Increase in vessel and office lease expense in the first quarter is due to taking the vessel out of cold-stack and mobilising for the Mexico multi-client project.
 - Other operational expenses have increased in the first quarter as a result of increased activity

*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 2021

Quarterly free cash development (USD million)



Comments

- Net increase in free cash of USD 7.9 million to USD 12.1 million
 - Change in other working capital includes USD 7.3 million released from the pledge account
 - Change in trade receivables positively affected by payment received, for all past due invoices, related to the Pemex project



Summary

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- Improved cash position
 - Release of USD 7.3 million held in pledged account
 - Payment of all past due invoices related to Pemex project received
- Completion of multi-client project in Mexico
- EMGS expects to recognize approximately USD 7 million in 2nd Quarter
- Contract award for proprietary survey in Southeast Asia, transit in progress

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

