Pareto Oil & Offshore Conference

Oslo, 1 September 2011

Agenda

1. Company Snapshot

2. Market Outlook

3. Company Strategy

AWILCO DRILLING

1. Company Snapshot

Awilco Drilling PLC

- ➢ Awilco Drilling is an autonomous UK based drilling contractor, established in December 2009

- ➢ Acquired two "workhorse" 3rd generation mid-water semi submersibles from Transocean, suitable for work in the UK sector of the North Sea

- ➢ Listed on the Oslo Stock Exchange (Oslo Axess)

- ➢ Market cap' approximately USD 148 million

*"Now an established contractor in the UK drilling market"*

Rig Fleet

WilPhoenix*:*

- ➢ 1982 built Friede & Goldman L-907 Enhanced Pacesetter
- ➢ Completed a 5 yearly classification programme and substantial reactivation & upgrade project in 2011
  - ▪ Increased Variable Deckload (VDL) and additional deck space
  - ▪ Upgraded equipment, systems, capacities and working areas
  - ▪ New accommodation and office facilities
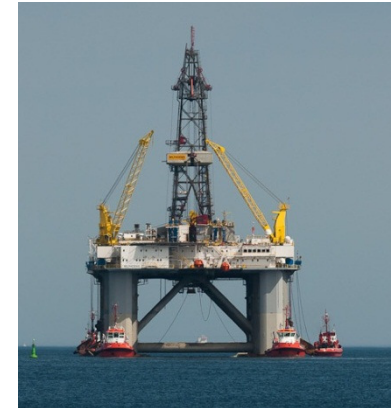
WilHunter:

- ➢ 1983 built Friede & Goldman L-907 Enhanced Pacesetter
- ➢ Completed a 5 yearly classification programme and rig enhancement & upgrade project in 2011
  - ▪ Upgraded equipment, systems, capacities and working areas
  - ▪ Additional accommodation and new heli-lounge
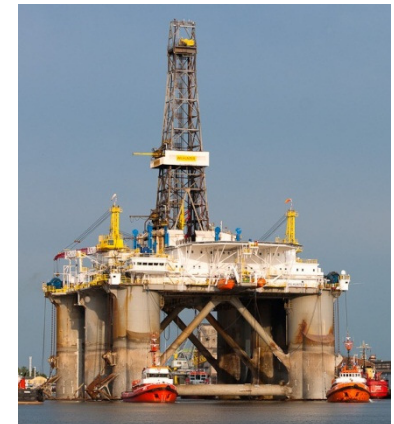
"First choice rigs, with improved reliability, operability and performance"

AWILCO DRILLING

Contract Status

AWILCO DRILLING PLC									

CONTRACT STATUS

	2011						2012		
	July	August	September	October	November	December	January	February	March
WILHUNTER									
(SPD drilling programme)									
Nautical Petroleum	$245,000								
MPX			$245,000						
MPX					$245,000				
Option Well #3						(options)			
Option Well #4							(options)		
Option Well #5								(options)	
Option Well # 6									(options)
WILPHOENIX									
(AGR drilling programme)									
Faroe Petroleum	$235,000								
Hurricane Exploration			$240,000						
Antrim Energy (2 wells)				$245,000					
Option Well #4						(options)			
Option Well #5							(options)		
Option Well #6								(options)	

FIRM　　　**OPTIONS**

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AWILCO DRILLING

Experienced Drilling Organisation

➢ Organisation well aligned to the UK marketplace with smaller operators

➢ Offshore crews in place and delivering success

➢ Onshore technical support organisation in place

➢ Supply chain established and operational

➢ Rigs now delivering high operational uptime

➢ Management in place with extensive operational and project experience

➢ Both rigs are operating well and have found oil in their drilling campaigns

" An engaged and competent workforce, operating safely, reliably and efficiently"
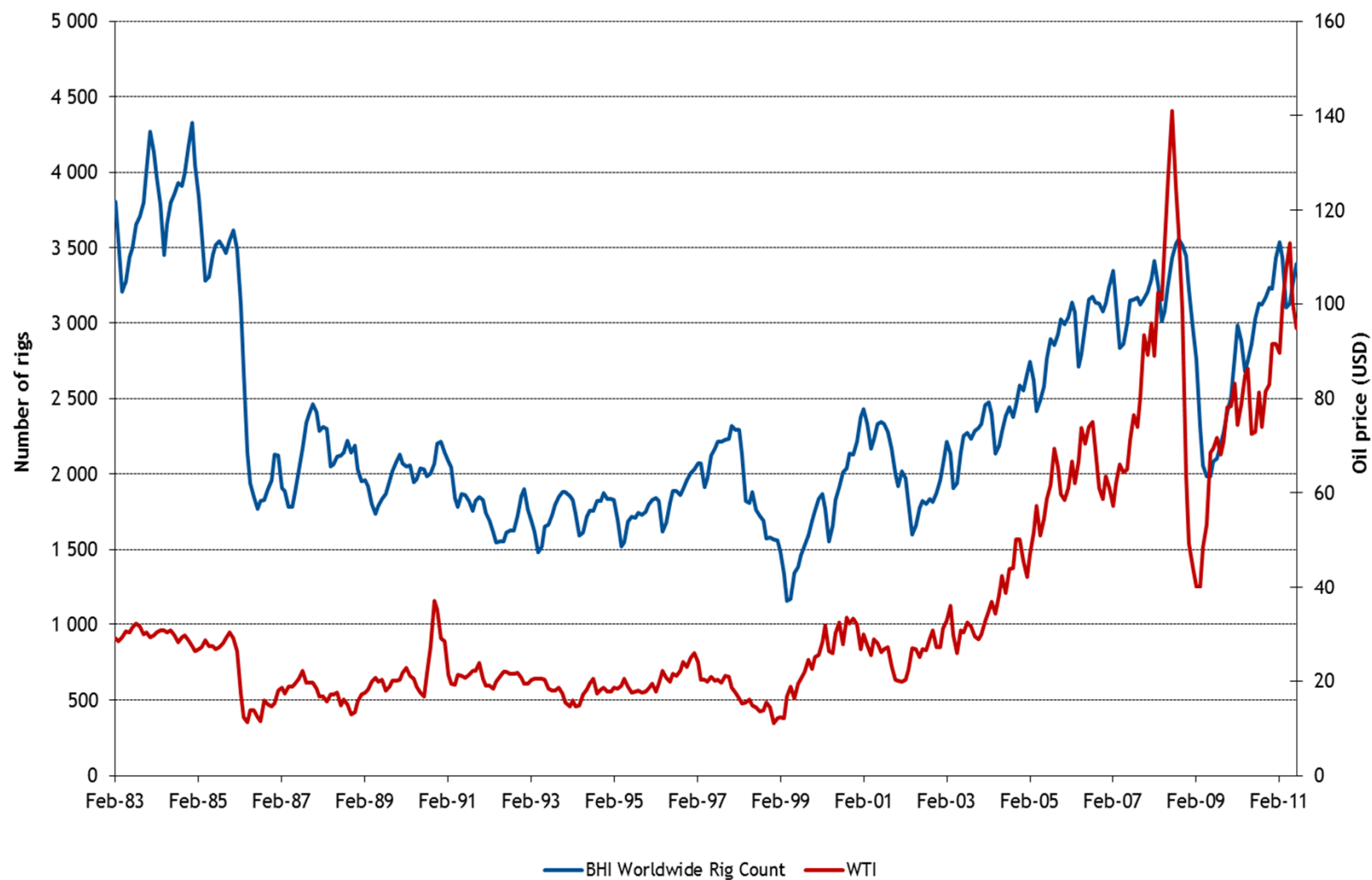
AWILCO DRILLING

Debt being Rapidly Repaid

	Q2 2011	Q4 2012
Net debt	140	79
Market Cap (MUSD)	148	
EV (MUSD)	288	227
EV/rig	144	114

"Attractively priced rigs"

AWILCO DRILLING

2. Market Outlook

Rig Activity Correlates Strongly with the Price of Oil

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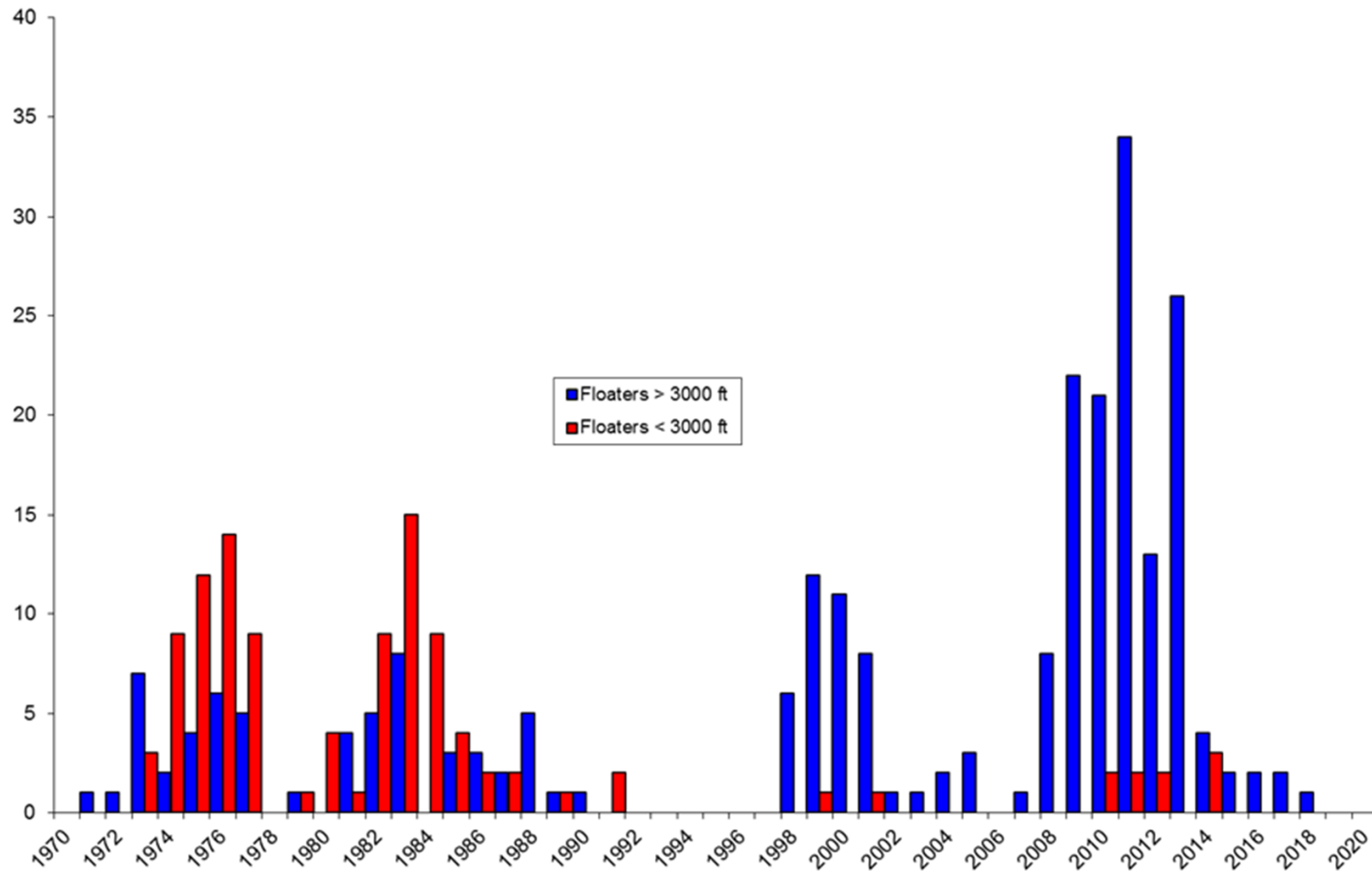
High Level of Demand in the UK Puts Pressure on Dayrates
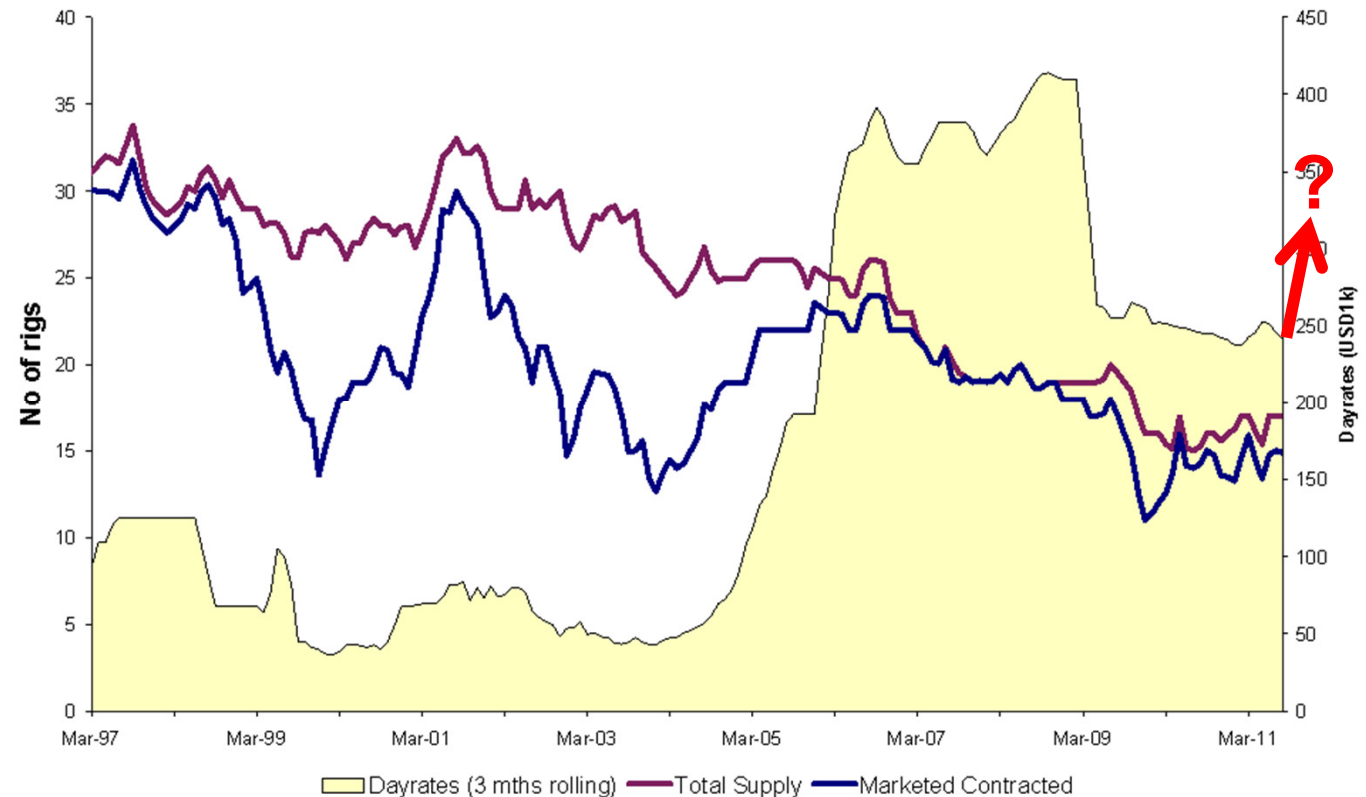
Supply/demand UK mid-water market 2010 - 2012
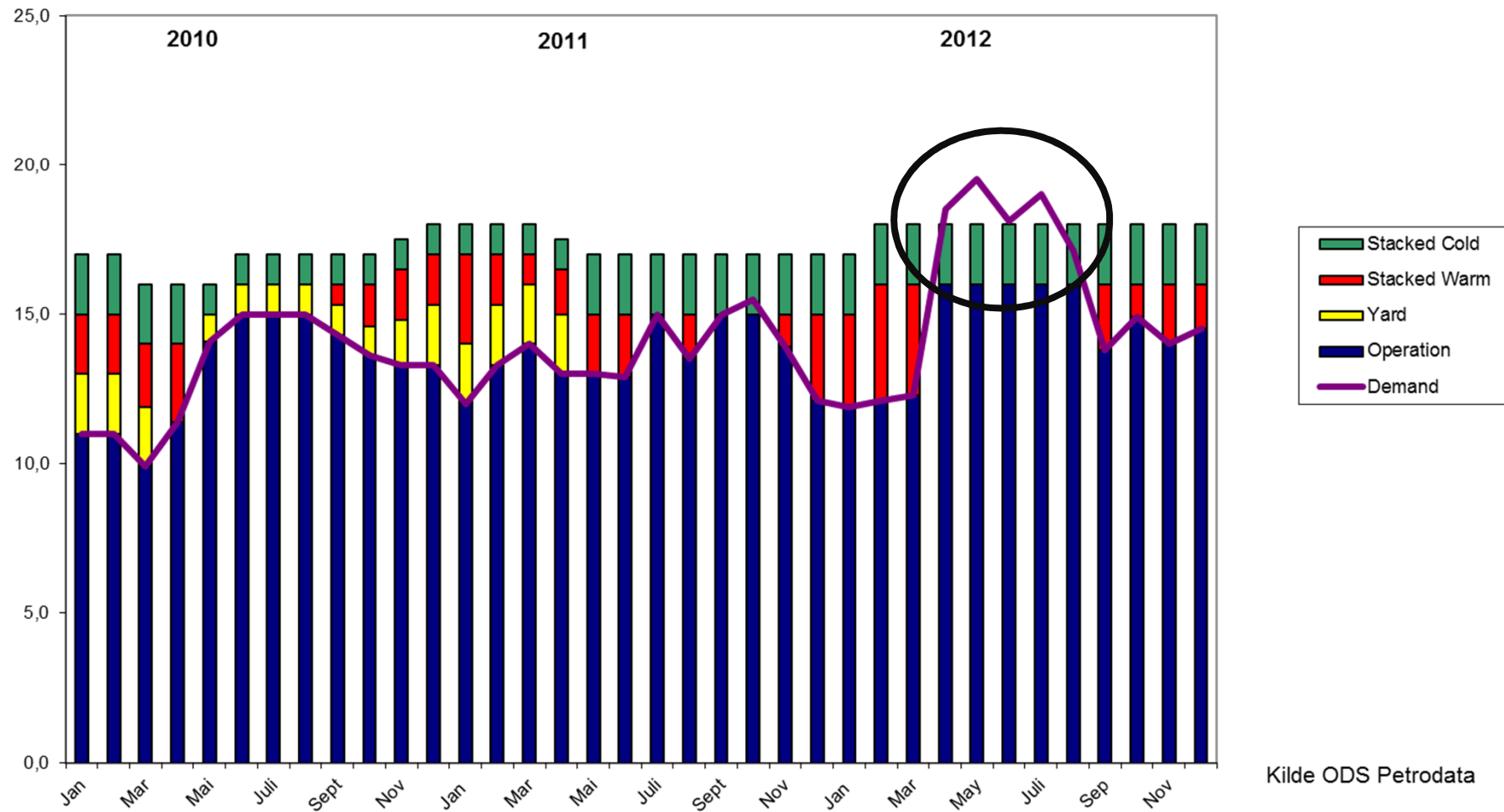
UK Market Heading Towards Full Utilisation
– should result in increased rates as influx of new rigs is limited

Comments	Number of rigs, dayrates and utilisation for UK floaters

- **The UK midwater market is a niche market with high barriers of entry**
  - Comprehensive regulatory and HSE regime

- **Number of midwater rigs in the UK market has been in decline**
  - Fleet not expected to increase in the years to come

- **15 UK mid-water rigs actively marketed – all with contracts**

- **AWDR strongly positioned with high standard rigs in the market place**

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UK Market Snapshot

- Fundamentals for the UK drilling market are good

    - Sustained "high" oil price under-pinning operator confidence
    - UK Government encouraging activity through licensing
    - Operators increasing activity in established Northern and Central North Sea
    - Operators increasing activity in new developments West of Shetland
    - Operators increasing decommissioning activity
    - Independents continuing to exploit marginal fields

- Fundamentals for Awilco Drilling are good

    - Positive feedback from UK operators on Awilco Drilling's arrival
    - WilPhoenix and WilHunter are now first choice units in the UK
    - Limited influx of new competition, due to high barriers of UK entry

"The market is right for Awilco Drilling"

AWILCO DRILLING

3. Company Strategy

What We Achieved in 2010 and 2011?

Our Milestones:

➢ Established the Awilco Drilling Organisation

➢ Successfully delivered rig reactivation and upgrade projects

➢ Successfully achieved rig and operational start-up

➢ Secured revenue through attractive contracts

➢ Listed the Company at Oslo Stock Exchange (Oslo Axess)

"We are ready to move forward"

AWILCO DRILLING

What's Next?

Possible ways forward:

➢ Mid-Water New Builds

➢ M&A / Consolidation

➢ Re-Finance and Pay Quarterly Dividend

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Q&A

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