



AWILCO DRILLING

DnBNOR Markets Oil & Offshore Conference

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Awilco Drilling Limited

- UK based company, established in December 2009 with headquarters in Aberdeen, Scotland.
- Awilco Drilling is an autonomous drilling contractor, with start-up support provided by the Awilhelmsen Group
- Acquired two “workhorse” 3rd generation mid-water semi submersibles suitable for work in the UK sector of the North Sea from Transocean
- Market cap’ approximately USD 160 million, Awilhelmsen Group owns 49%
- Currently listed on the Norwegian OTC, listing on Oslo Stock Exchange planned.

Project Scope of Work - WilPhoenix

- Enhancement Upgrades
 - New office facilities & increased accommodation for 110 persons
 - Increased Variable Deck Load (VDL) / Additional deck area – 500m²
 - New and improved mud handling/working environment
 - New power management system
- Special Periodic Survey (SPS) and Maintenance Activity
 - Steel work inspection program – no steel renewal required
 - Class Renewal & General Maintenance Programme
 - Refurbishment & Recertification of Well Control System
- Scheduled redelivery from yard is April 2011



Project Scope of Work - WilHunter

- Enhancement Upgrades
 - New increased accommodation for 110 persons
 - Replacement Life Boats
- Special Periodic Survey (SPS) and Maintenance Activity
 - Steel work inspection program – no steel renewal required
 - Class Renewal & General Maintenance Programme
 - Refurbishment & Recertification of Well Control System
- Unit active until November 2010 and is in “good condition”
- Scheduled redelivery from yard is April 2011



Contracts

- WilPhoenix:
 - Letter of Intent with AGR for 1 firm + 6 optional wells
- WilHunter:
 - Memorandum of Understanding with SPD for 1 firm + 6 optional wells



UK Market Snapshot

- Fundamentals for the UK drilling market are good
 - Sustained “high” oil price under-pinning operator confidence
 - UK Government encouraging activity through the recent licensing round, with an increased participation of smaller / independent operators
 - Capital markets are again engaging with the market

- Fundamentals for Awilco Drilling are good
 - Positive feedback from UK operators on the establishment of Awilco Drilling Ltd
 - WilPhoenix and WilHunter are well recognised drilling units in the UK
 - Limited influx of new competition, due to high barriers of UK entry
 - UK is less affected by events of Macondo and the Deep Water market