SOLSTAD OFFSHORE

1st Quarter 2013

1. Solstad Offshore in brief
2. Highlights YTD
3. Financials
4. Vessels and markets
5. Outlook

SOLSTAD OFFSHORE IN BRIEF

- Founded in 1964. In offshore since 1973.
- Operations worldwide – The North Sea, Brazil, US Gulf, West Africa, Asia etc.
- Listed on Oslo Stock Exchange (Ticker: SOFF).
- Main office in Skudeneshavn and branch office in Aberdeen, Rio de Janeiro, Singapore, Manila and Perth
- Total 1,800 onshore and offshore personnel

Segments	Current Fleet	New buildings	Weighted Average Age [1)]
CSV	19	2	6.7
AHTS	22		9.0
PSV	9		7.5
Total:	**50**	**2**	**7.4**

[1)] Weighted average age excluding newbuildings based on broker valuations of the vessels as of 31.12.2012

SOLSTAD OFFSHORE – HIGHLIGHTS 31.03.2013

Financial & Operational Highlights 1Q 2013

- Net freight revenues NOK 798 mill
- Adjusted EBITDA NOK 299 mill / Adjusted EBITDA margin 36%
- Margin influenced by spot market seasonality, planned periodic maintenance & down time on "Norce Endeavour"
- Annual general meeting 14th May approved dividend of NOK 2,50 per share for 2012

1Q 2013 Events

- CSV ordered for delivery 2Q '14. Secured 5 year T/C with Reach Subsea
- AHTS "Normand Ferking" secured 3 year firm T/C with Statoil
- PSV's "Normand Trym" and "Normand Vibran" secured 4 year contracts with Petrobras, Brasil
- PSV "Normand Arctic" 2 year contract with BG Norway
- Clients exercised their 1 year options to hire CSV's "Normand Commander" and "Normand Cutter"
- Several medium term contracts in the PSV segment at favorable market terms

HIGHLIGHTS 31.03.2013 CONT.

Post Q1 2013 events

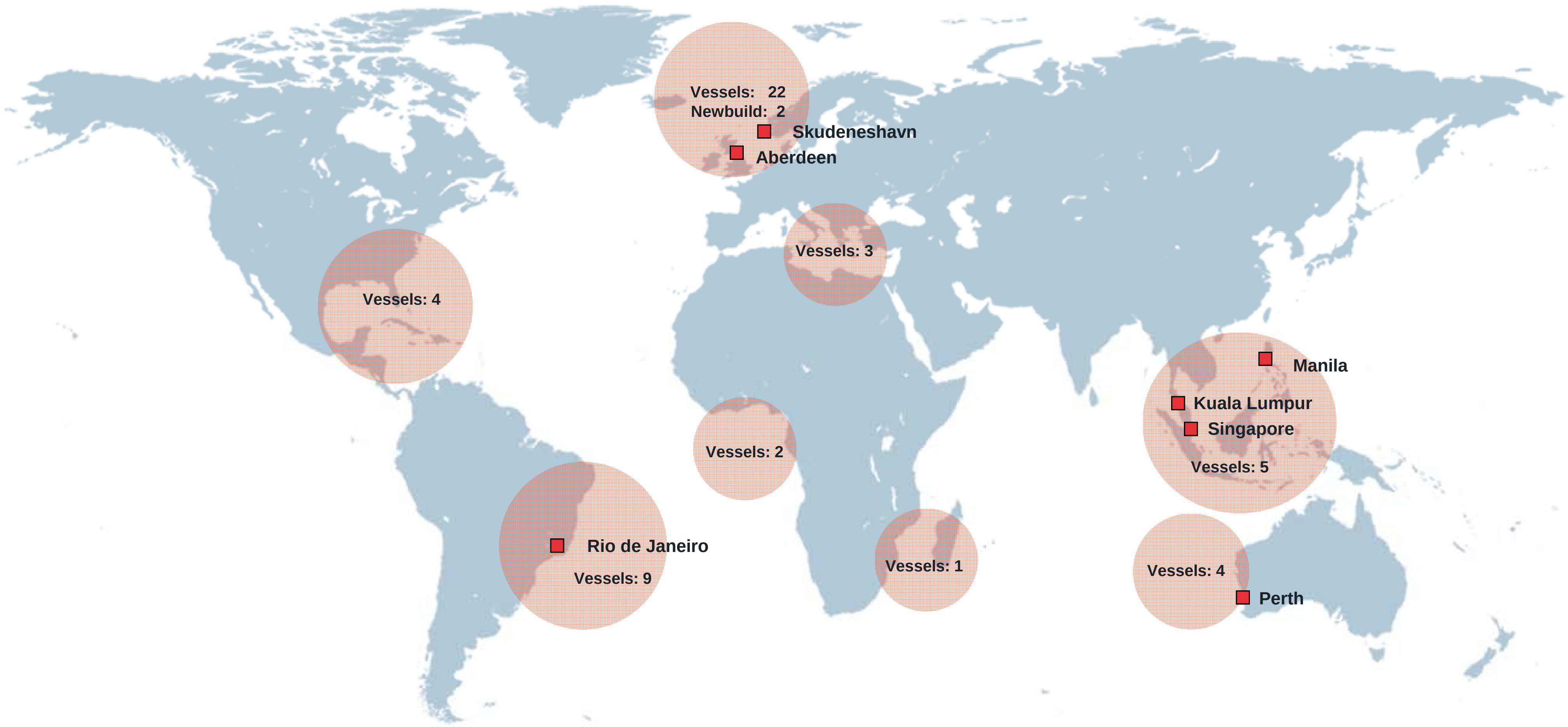
- Agreement for sale of AHTS “Normand Mjolne”. Gain on sale, ~NOK 35 mill, to be booked in 2Q ’13
- Sale of shares in training center ResQ AS. Gain on sale , ~ NOK 27 mill, to be booked in 2Q’13

Backlog

- NOK 1,8 billion in new contracts so far in 2013
- Contract coverage remaining 2013 of 65% (76% incl. options). 40% (63% incl. options) for 2014
- Contract backlog of NOK 6,2 billion (NOK 11,3 billion incl. options) coming 5 years
- Advantageous position towards a strengthening AHTS market

THE SOLSTAD OFFSHORE FLEET

(50 VESSELS IN OPERATION)

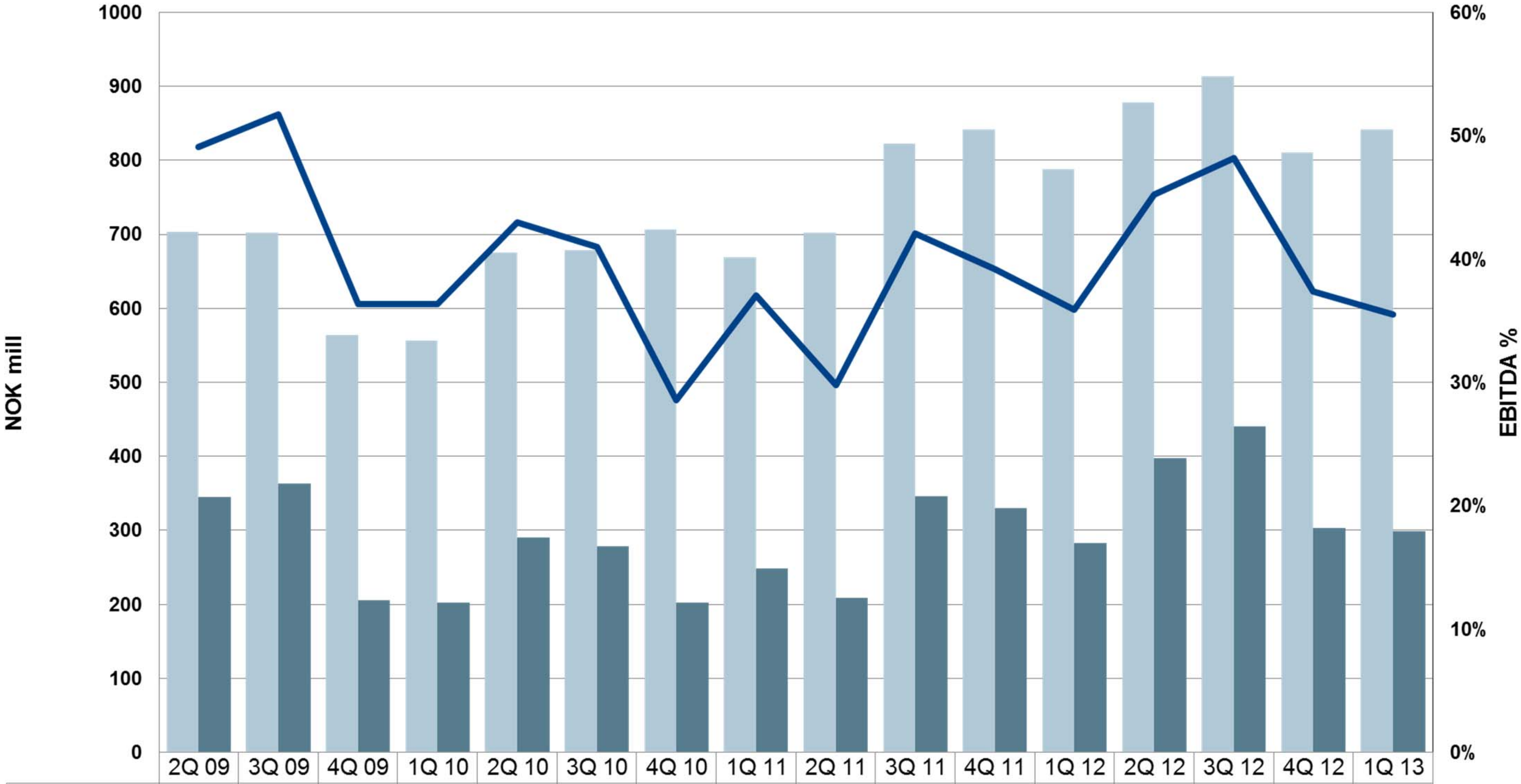


SOLSTAD OFFSHORE

3. FINANCIALS

OPERATING REVENUE AND EBITDA

(EX. GAIN ON SALE OF ASSET / INCL. SHARE IN JV)



	2Q 09	3Q 09	4Q 09	1Q 10	2Q 10	3Q 10	4Q 10	1Q 11	2Q 11	3Q 11	4Q 11	1Q 12	2Q 12	3Q 12	4Q 12	1Q 13
Opr.rev	703	702	564	556	675	679	707	669	702	822	842	788	878	913	811	842
EBITDA	345	363	205	202	290	278	202	248	209	346	330	283	397	440	303	299
EBITDA %	49%	52%	36%	36%	43%	41%	29%	37%	30%	42%	39%	36%	45%	48%	37%	36%

PROFIT & LOSS ACCOUNTS

31.March 2013

(Mill NOK)	1Q 2013	1Q 2012	Total 2012
Total Operating Income	**798**	**788**	**3 362**
Operating expenses	(526)	(505)	(1 928)
Ord. Depreciation (1)	(108)	(117)	(494)
Impairment	0	0	(91)
Joint Venture & Associated Companies (2)	17	13	20
Operating Profit	**180**	**179**	**873**
Exit from financial leases (3)			(87)
Net Agio	(26)	86	32
Other fin. items	(129)	(145)	(447)
Result before taxes	**26**	**120**	**366**
EBITDA	**299**	**287**	**1 428**

(1) 2012: Change of estimates for residual value for vessels from 01.01.2012
(2) 2012: JV booked as per equity method from 01.01.2012 – comparative figures adjusted accordingly
(3) 2012: NOK 87 mill booked as final settlement related to exit from UK Financial Leases

BALANCE

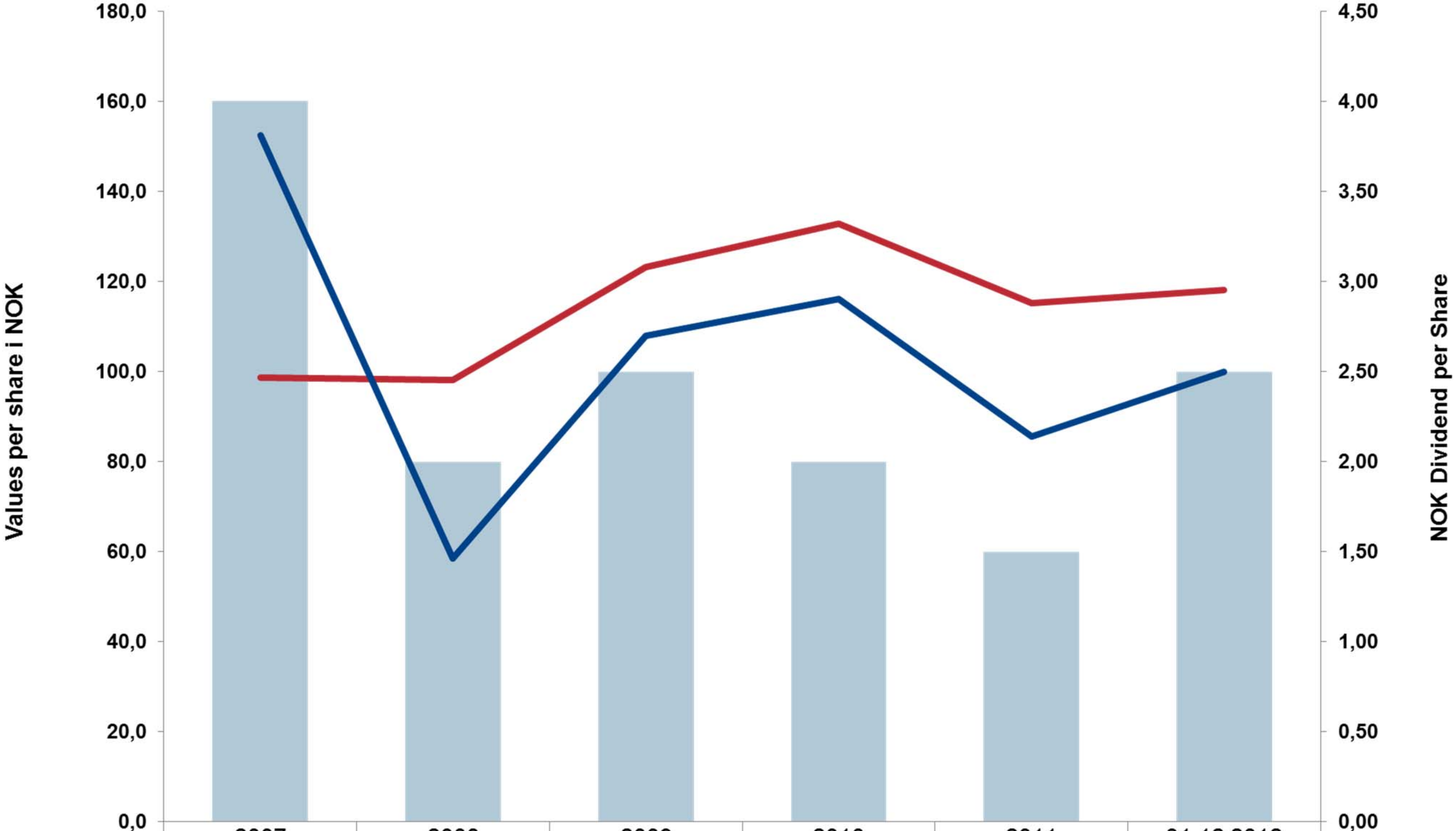
31.March 2013

(Mill NOK)	2013 31.03	2012 31.03	2012 31.12
Long Term fixed assets	13 187	14 246	13 086
Current assets	1 655	1 386	1 624
Total assets [1]	**14 879**	**15 632**	**14 710**
Equity	4 591	4 466	4 608
Long Term liabilites	7 612	9 509	7 287
Current liabilites [2]	2 676	1 657	2 815
Total equity an liabilites	**14 879**	**15 632**	**17 710**

Booked equity at 31.03.2013 NOK 119,- pr share

(1) JV booked as per equity method from 01.01.2012 – comparative figures adjusted accordingly
(2) NOK 1.980 million of Current Liabilites 31.03.13 is current portion of long term debt. Refinancing according to plan

SOLSTAD OFFSHORE ASA - VALUES & DIVIDEND

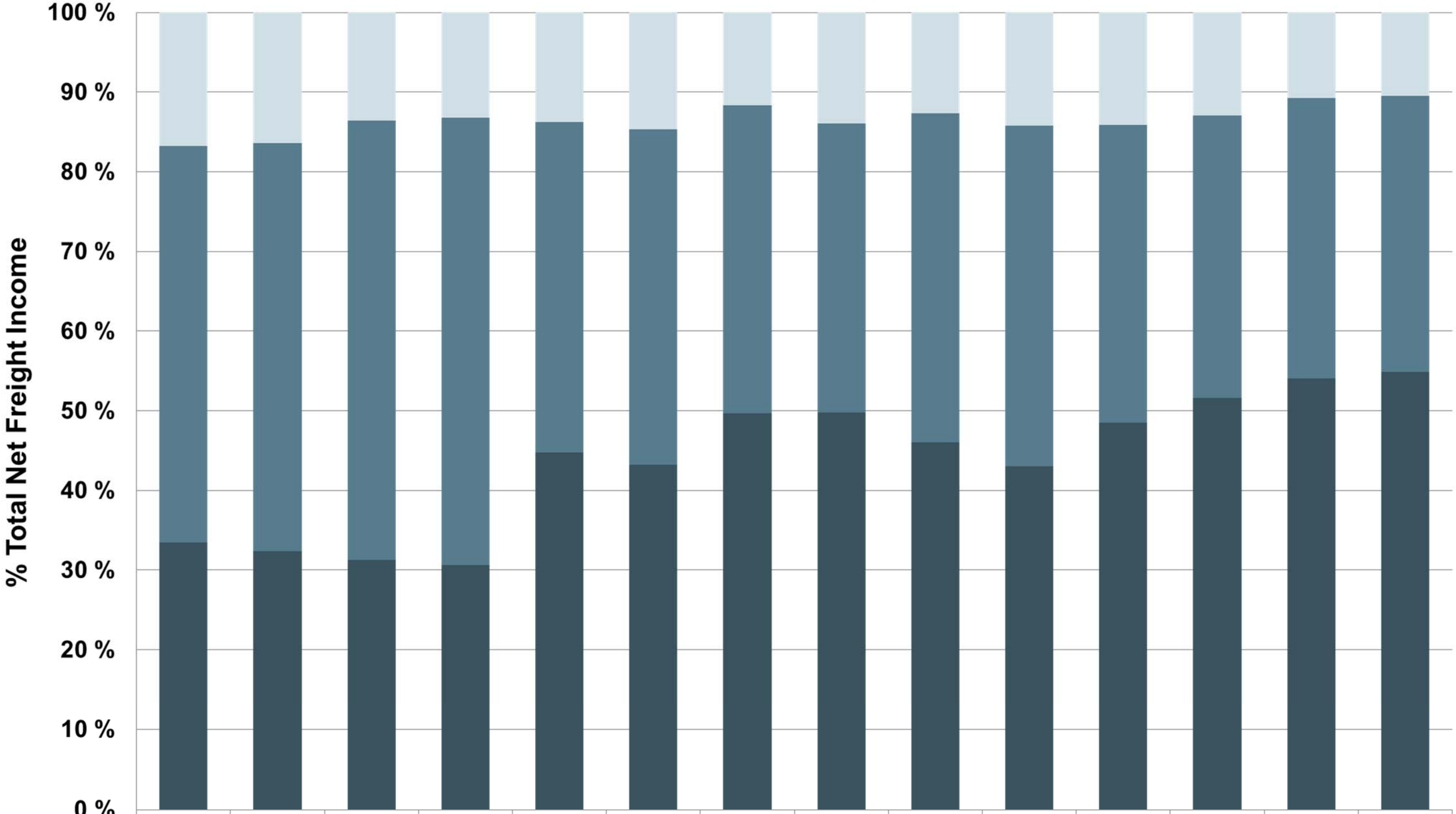


	2007	2008	2009	2010	2011	31.12.2012
Dividend/Share	4,00	2,00	2,50	2,00	1,50	2,50
Book Value/Share	98,7	98,1	123,1	132,7	115,1	118,0
Share Price 31.12	152,5	58,5	108,0	116,0	85,5	100,0

4. VESSELS AND MARKETS

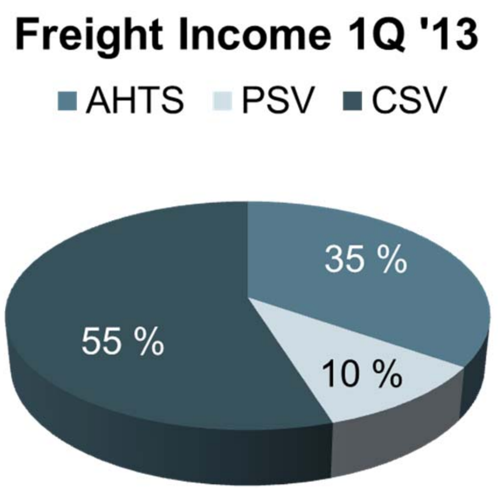
SOLSTAD OFFSHORE

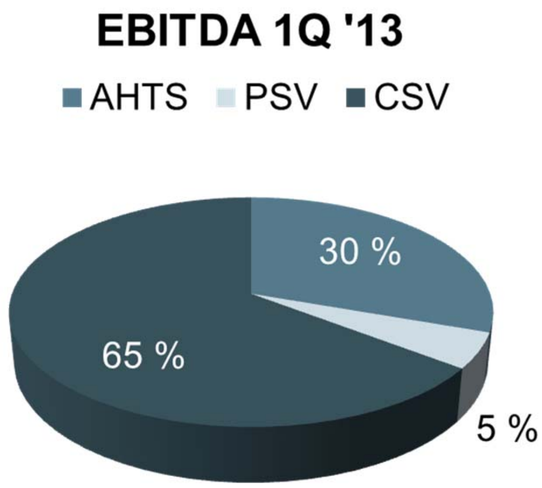
THE SOLSTAD FLEET – MARKET SEGMENTS

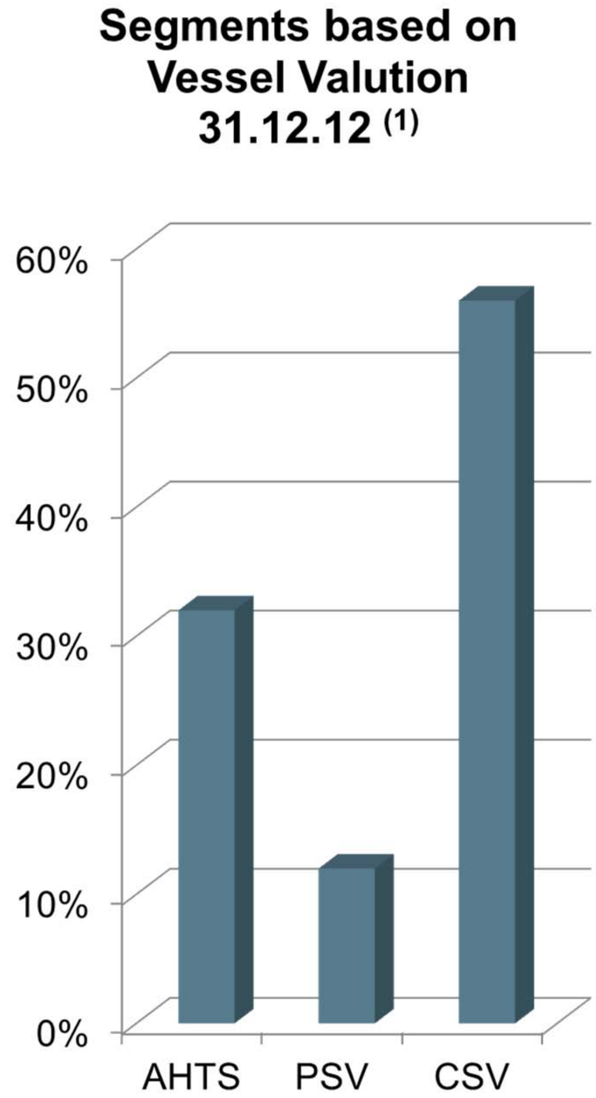


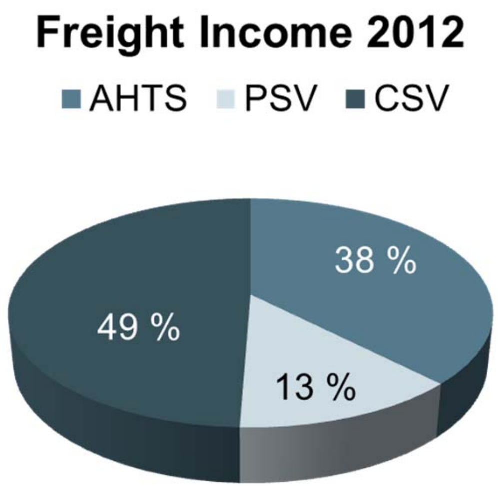
	2006	2007	2008	2009	2010	1Q '11	2Q '11	3Q '11	4Q '11	1Q '12	2Q '12	3Q '12	4Q '12	1Q '13
PSV	301	346	292	298	360	98	82	114	109	112	124	118	87	88
AHTS	893	1084	1183	1269	1087	282	271	298	354	337	328	324	286	292
CSV	601	684	670	693	1171	289	348	408	395	339	426	471	439	462

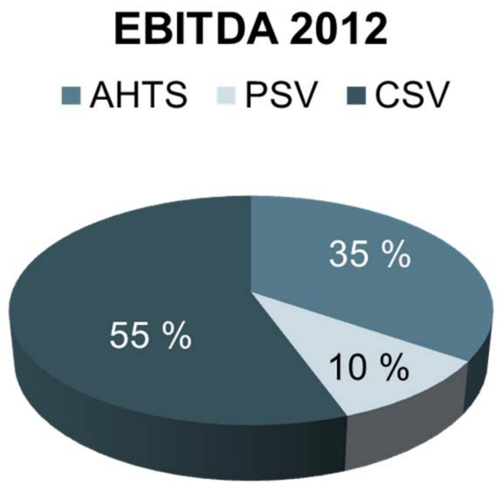
THE SOLSTAD FLEET – MARKET SEGMENTS











1)Based broker valuations as of 30.12.2012 with SOFF's 50% share in "Normand Installer" and "Normand Oceanic

MARKET

Construction Service Vessels (CSV)

- Subsea market driven by solid fundamentals
  - High tendering activity and contract awards
  - Clients are building substantial backlogs
  - Limited availability of modern large CSV’s.
    - But, mid sized contractors are building up substantial capacities
- SOFF has favorable market exposure
  - 19 CSV’s working for all the main players
  - 2 CSV’s on order, both with 5 year T/C from delivery
  - Focus on long- and medium term contracts for the subsea vessels
  - Some available capacity in 2nd half 2013

MARKET

Construction Service Vessels (CSV)

- Two advanced CSV’s under construction for delivery 2Q ‘14
  - Both secured 5 year term contracts from delivery
  - TBN “Normand Reach”, 5 years TC with reach Subsea ASA.
    - Contract value: ~NOK 650 mill.
  - TBN “Normand Vision”, 5 years TC with Ocean Installer AS.
    - Option to increase ownership in TBN “Normand Vision” from 30% to 50%
    - Limited capex in building period. Long term financing secured
  - Continued focus towards the favourable subsea segment

MARKET

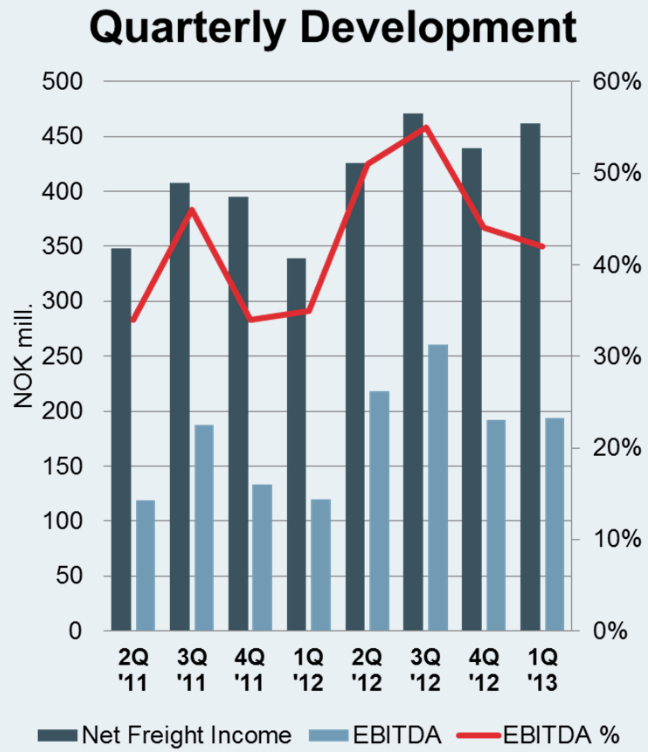
Construction Service Vessels (CSV)

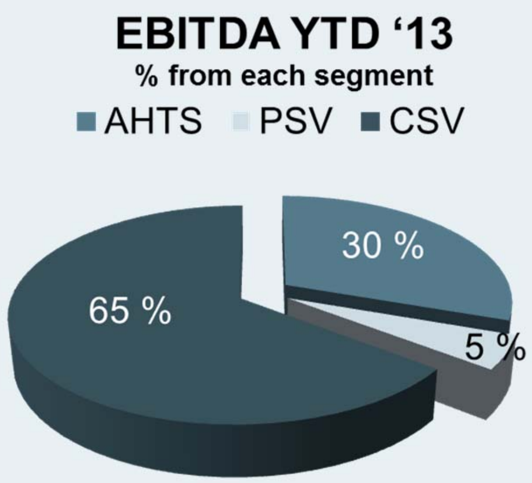
- Margins in the CSV segment was negatively affected by off-hire on DLB “Norce Endeavour”
  - Crane repair gave in total about 5 weeks off-hire period.
  - Remote operational location and strict environmental procedures gave extended repair period
  - Back in full operations from 22. April ‘13

FLEET

Construction Service Vessels (CSV)

- Winter season – slow as expected
  - But still 88% utilization due to majority of vessels on long term contracts
  - “Normand Baltic”, “Normand Mermaid” and “Normand Pioneer” all with full utilization from 1st March 2013
- Operational highlights
  - Options for 1year contract extensions declared for “Normand Cutter” and “Normand Commander”





MARKET

Anchor Handling Tug & Supply (AHTS)

- Volatile North Sea spot market also through 1Q ‘13
    - Decent activity but too many vessels
- Positive medium to long term outlook
    - Large number of DW rigs to enter market in coming years
    - Limited number of larger AHTS’s under construction
    - Increased international bidding activity expected

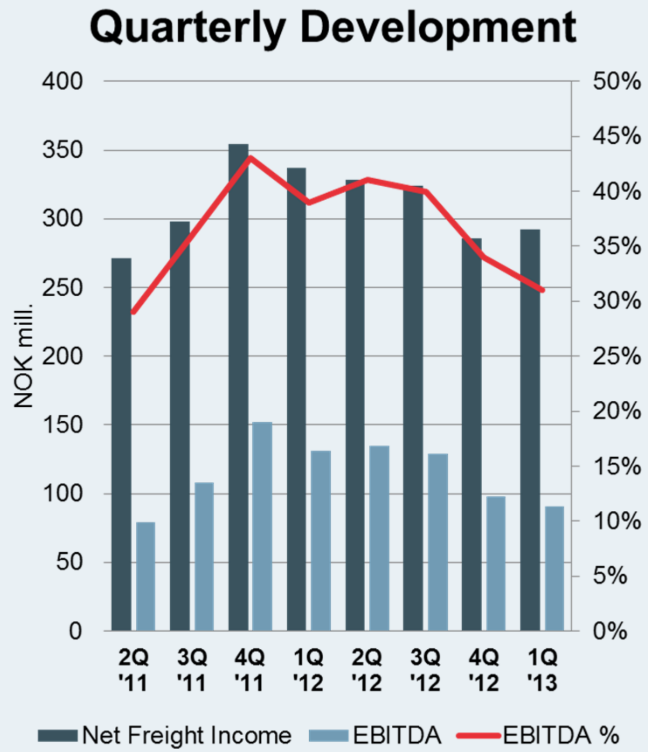
FLEET

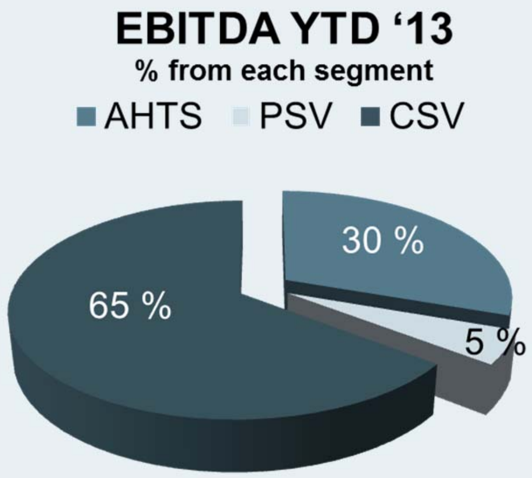
Anchor Handling Tug & Supply (AHTS)

- 22 AHTS's in operation world wide
  - Range from 5.500 to 32.000 bhp
  - 84% utilization in 1Q 2013

- Operational highlights 1Q '13
  - Completed planned dry-docking of 2 vessels
  - "Normand Ferking" fixed to Statoil for a firm 3 year period
  - Completed bare-boat/sale of the '85 built "Normand Mjolne"

- Currently 4 large AHTS working in the spot market





MARKET

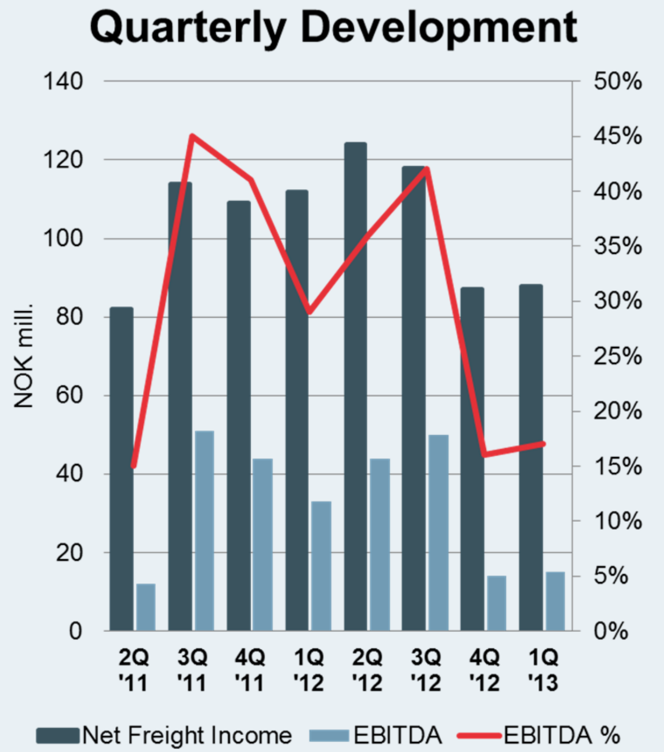
Platform Supply Vessels (PSV)

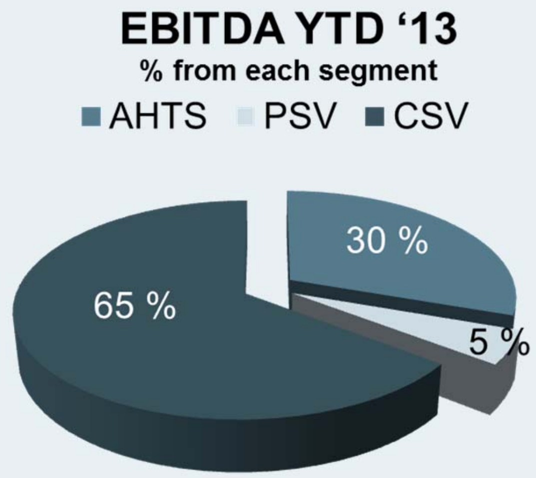
- Activity level is high,
  - High tendering activity
  - Rates are picking up
- Demand will continue to rise as new drilling rigs and production units begin their operations
- Still many new vessels to enter the market during 2013

FLEET

Platform Supply Vessels (PSV)

- Operational highlights 1Q ‘13
  - Positive development in market during first 4 months of 2013
  - 5 PSV’s in planned periodic maintenance during the quarter
  - 82% utilization
- Improved backlog during 1Q ’13
  - “Normand Trym” and “Normand Vibran” secured 4 year contracts with Petrobras, Brazil
  - “Normand Arctic” 2 years firm to BG
  - Several medium term contracts in the PSV segment at favourable terms
- Currently 1-2 vessels exposed to the North Sea spot market





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5. MARKET/OUTLOOK

FUTURE OUTLOOK

- A continued high oil price gives E&P budgets on a steady high level
- Demand for vessels, equipment and people, will continue to grow
- Strong focus on keeping cost on a competitive level
- Demand for Subsea construction vessels will continue to be strong as a consequence of increased activity level.
- AHTS & PSV market is volatile but can surprise positively

Solstad are well positioned to take advantage of a growing demand for offshore vessels

SOLSTAD GREEN OPERATIONS

THANK YOU!

SOLSTAD OFFSHORE ASA