



SIEM INDUSTRIES

PRESS RELEASE

For Immediate Release

SIEM INDUSTRIES INC.

Contact: Michael Delouche
P.O. Box 10718
George Town
Grand Cayman KY1-1006
CAYMAN ISLANDS
Mobile: +1.832.483.0541

SIEM INDUSTRIES INC. ANNOUNCES RESULTS FOR THE 1ST QUARTER ENDED 31 MARCH 2013

GEORGE TOWN, GRAND CAYMAN, 10 June 2013 – SIEM INDUSTRIES INC. (the “Company”) announces its unaudited results for the quarter ended 31 March 2013 that have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as discussed below.

COMPARATIVE CONSOLIDATED FINANCIAL PERFORMANCE

Quarter Ended 31 March 2013. Net income (loss) attributable to Common Shares for the first quarter ended 31 March 2013 was \$32.9 million, or \$2.16 per share (1Q2012: \$30.1 million, or \$1.97 per share).

Operating revenues and operating expenses for the quarter were \$51.2 million and \$44.0 million, respectively (2012: \$54.5 million and \$41.2 million). The share of profits of associates for the first quarter was \$35.8 million (2012: \$27.4 million).

Net gains on investments during the quarter were \$2.6 million (2012: \$1.4 million). Net gains on the re-valuation of financial derivatives for the first quarter were \$5.3 million. The financial derivatives, which were initially valued at the closing of the Exchangeable Bond issue in early September 2012 and segregated from the debt liability of the bonds, are re-valued at the end of each quarter and the change in valuation, which can be significant, is recorded as a gain or loss. The valuation is strongly influenced by the volatility of market prices for Subsea 7 shares during the period and the market price at the end of the period.

General and administrative expenses for the quarter were \$5.0 million (\$8.9 million). Currency exchange gains (losses) for the quarter were \$(9.7) million (2012: \$6.4 million).

CONSOLIDATED FINANCIAL POSITION

The Company held \$494.0 million of cash and cash equivalents at 31 March 2013, which included restricted cash of \$2.0 million.

Shareholders’ equity was \$2.03 billion at 31 March 2013 as compared to \$2.04 billion at 31 December 2012. There were 15,259,927 Common Shares issued and outstanding at 31 March 2013.

In May 2013, the Board of Directors declared and paid a \$0.20 per Common Share dividend.

OPERATIONS AND INVESTMENTS IN ASSOCIATES

The Company reports its investments in Subsea 7 S.A. (OSE Symbol: SUBC), Siem Offshore Inc. (OSE Symbol: SIOFF), Veripos Inc. (OSE Symbol: VPOS), Siem Capital AB, Deusa International GmbH (Deusa) and Sinav Limited under the equity method of accounting. The detail financial

statements of the Company's investments in Siem Shipping Inc. (OSE Symbol: SSI), Siem Car Carriers AS and Deep Seas Insurance Limited are incorporated within the Company's consolidated financial statements.

Subsea 7 is a seabed-to-surface engineering, construction and services contractor for the offshore energy industry. At 31 March 2013, the Company owned a beneficial interest in 69,731,931 Subsea 7 S.A. shares, or approximately 21.0% of Subsea 7 S.A.'s issued and outstanding shares. For more information on Subsea 7, please visit www.subsea7.com.

Siem Offshore owns interests in 46 vessels working in the offshore industry including 10 vessels that are under-construction in Norway and Brazil. At 31 March 2013, the Company owned a beneficial interest of 133,279,421 Siem Offshore shares, or 34.1%. For more information on Siem Offshore, please visit www.siemoffshore.com.

Siem Shipping operates under the STAR Reefers brand name and controls a modern fleet of approximately 33 owned and chartered reefer vessels engaged in the transportation of refrigerated fruit and other perishable products. At 31 March 2013, the Company owned a beneficial interest of 7,339,948 Siem Shipping shares, or 76.1%, of Siem Shipping. For more information, please visit www.star-reefers.com.

Veripos Inc. was spun-off by Subsea 7 S.A. to Subsea 7's shareholders in July 2012 and the shares were listed on the Oslo Stock Exchange. Veripos is a market leader in precise positioning and navigation solutions for the offshore industry. At 31 March 2013, the Company owned 6,973,192 Veripos shares, or approximately 21.0% of Veripos' issued and outstanding shares. For more information, please visit www.veripos.com.

Siem Car Carriers owns two vessels which are under contracts. In addition, Siem Car Carriers arranges for the transportation of cars, trucks and heavy equipment and other products using owned and chartered-in vessel capacity. The Company owns 100% of Siem Car Carriers.

Siem Capital AB, the Company's 64%-owned Swedish affiliate, holds an interest in 2 Swedish industrial and research companies.

Deusa, the Company's 49%-owned German affiliate, is engaged in the mining of potash and has potash reserves of greater than 60 years.

Deep Seas Insurance Limited ("DSI"), the Company's 51%-owned Cayman Islands captive insurance affiliate, commenced operations in early-2006. DSI provides a risk management function to companies within the Siem Group by participating as co-insurer on marine insurances and as lead insurer on other risks on a fully reinsured basis. Subsea 7 S.A. owns the remaining 49% interest in DSI.

The Company and a third party are the owners of Sinav Limited. Sinav's principal asset is its investment in Illinois River Energy, a dry mill, corn-based processing facility which produces fuel-grade ethanol, dried distiller's grains and corn oil.

RISKS AND UNCERTAINTIES AND MARKET OUTLOOK

The principal risks and uncertainties confronting the Company reflect primarily the risks and uncertainties confronting its subsidiary, Siem Shipping, and its associates, Subsea 7 and Siem Offshore. The risks and uncertainties of each of these companies are more fully discussed in the individual Reports to Shareholders from each of the respective companies' websites as indicated above.

SIEM INDUSTRIES INC. is a diversified industrial holding company that operates through autonomous affiliates. The Company currently holds interests in the offshore oil and gas services industries, ocean transportation industries, satellite positioning and navigation services, potash-mining, ethanol processing and distiller's grains production, and financial investments. For further information relating to the Company, please visit www.siemindustries.com.

RESPONSIBILITY STATEMENT

We confirm, to the best of our knowledge, that the summary consolidated financial information for the fiscal year ended 31 March 2013 that is presented in this report has been prepared in accordance with IAS 34 "Interim Financial Reporting" and gives a true and fair view of the Company's consolidated financial position at 31 March 2013 and the results of its operations and cash flows for the period then ended as a whole. We also confirm, to the best of our knowledge, that this report includes a fair review of important events that have occurred during the fiscal year and their impact on the summary financial statements.

For and on behalf of the Board of Directors of

SIEM INDUSTRIES INC.

/s/ Kristian Siem
Kristian Siem, Chairman

/s/ Michael Delouche
Michael Delouche, President

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
 PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRS")

STATEMENTS OF INCOME <i>(Dollars in thousands, except per share amounts)</i>	<i>Quarter Ended 31 March</i>		<i>Fiscal Year</i>
	<i>2013</i>	<i>2012</i>	<i>2012</i>
INCOME:			
Operating revenues	\$ 51,202	\$ 54,517	\$ 176,378
Share of profits of associates	35,801	27,454	177,412
Interest income	2,525	553	6,976
Gains (losses) on investments, net	2,621	1,438	6,546
Gains (losses) on re-valuation of financial derivatives, net	5,337	—	7,688
Gain on recovery of claims against Lehman Brothers Int'l (Europe)	—	—	81,438
Other	142	294	1,039
Total income	97,628	84,256	457,477
EXPENSES AND OTHER:			
Operating expenses	(43,978)	(41,241)	(147,185)
Depreciation and amortization	(3,512)	(3,850)	(14,628)
Impairment of vessels and investments	—	(5,631)	(22,172)
Interest expense	(2,034)	(896)	(5,575)
General and administrative expenses	(5,015)	(8,927)	(33,541)
Currency exchange gains (losses), net	(9,729)	6,448	10,966
Other	(1)	(1)	(1)
Total expenses and other	(64,269)	(54,098)	(212,136)
Income (loss) before income tax expense	33,359	30,158	245,341
Income tax expense	(12)	(47)	(138)
Net income (loss)	\$ 33,347	\$ 30,111	\$ 245,203
Net income (loss) attributable to:			
Holders of Common Shares	\$ 32,939	\$ 30,099	\$ 246,511
Non-controlling interests	\$ 408	\$ 12	\$ (1,308)
Earnings (Loss) per Common Share – Basic and Diluted	\$ 2.16	\$ 1.97	\$ 16.15
Weighted avg. no. of Common Shares outstanding for period	15,259,927	15,273,257	15,263,241
STATEMENTS OF FINANCIAL POSITION			
<i>(Dollars in thousands)</i>	<i>31 March</i>	<i>31 December</i>	
	<i>2013</i>	<i>2012</i>	
ASSETS			
Cash and cash equivalents, excluding restricted cash	\$ 491,975	\$ 499,424	
Trading securities, and notes, loans and other financial assets	36,130	46,759	
Other current assets	43,409	46,910	
Total current assets	571,514	593,093	
Notes, loans and other financial assets	84,944	74,179	
Investments in associates	1,717,874	1,734,236	
Vessels, property and equipment, net	259,387	258,788	
Other assets, including restricted cash	4,270	4,763	
Total Assets	\$ 2,637,989	\$ 2,665,059	
LIABILITIES			
Accounts payable and other current liabilities	\$ 41,495	\$ 46,350	
Current maturities and short-term notes	11,528	11,518	
Total current liabilities	53,023	57,868	
Long-term debt	457,022	462,216	
Other	60,071	58,365	
Total Liabilities	570,116	578,449	
EQUITY			
Common Shares, \$0.25 par value, 15,259,927 shares issued and outstanding	\$ 3,815	\$ 3,815	
Additional paid-in capital	105,405	105,405	
Retained earnings	1,340,346	1,307,407	
Cumulative translation and other reserves	575,572	627,736	
Total Shareholders' Equity	2,025,138	2,044,363	
Non-controlling interests	42,735	42,247	
Total Equity	2,067,873	2,086,610	
Total Liabilities and Equity	\$ 2,637,989	\$ 2,665,059	

SUMMARY CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)
 PREPARED IN ACCORDANCE WITH INTERNATIONAL FINANCIAL REPORTING STANDARDS ("IFRS")

STATEMENTS OF COMPREHENSIVE INCOME <i>(Dollars in thousands)</i>	<i>Quarter Ended 31 March 2013</i>	<i>Fiscal Year 2012</i>
Net income (loss)	\$ 33,347	\$ 245,203
Other comprehensive income (expense):		
Currency translation differences	(1,131)	259
Share of other comprehensive income (loss) of associates	(51,033)	23,123
Total comprehensive income (loss)	(52,164)	23,382
Total comprehensive income (loss)	\$ (18,817)	\$ 268,585
Total comprehensive income (loss) attributed to:		
Holders of Common Shares	\$ (19,225)	\$ 269,893
Non-controlling interests	\$ 408	\$ (1,308)

STATEMENTS OF CHANGES IN EQUITY <i>(Dollars in thousands)</i>	<i>Quarter Ended 31 March 2013</i>	<i>Fiscal Year 2012</i>
Equity at beginning of period	\$ 2,086,610	\$ 1,823,855
Net income (loss) attributed to:		
Holders of Common Shares	32,939	246,511
Non-controlling interests	408	(1,308)
Currency translation differences	(1,131)	259
Share of other comprehensive income (loss) of associates	(51,033)	23,123
Other	80	—
Purchase additional shares in affiliates from non-controlling interests	—	(4,208)
Purchase and retirement of Common Shares	—	(1,622)
Equity at end of period	\$ 2,067,873	\$ 2,086,610

STATEMENTS OF CASH FLOWS <i>(Dollars in thousands)</i>	<i>Quarter Ended 31 March 2013</i>	<i>Fiscal Year 2012</i>
Cash flows from operating activities:		
Net income (loss)	\$ 33,347	\$ 245,203
Adjustments to reconcile net income		
to net cash provided by (used in) operating activities:		
Depreciation and amortization, including drydock	3,512	18,434
Undistributed share of losses (profits) of associates	(35,801)	(177,412)
Losses (gains) on investments, net	(2,621)	(6,546)
Losses (gains) on re-valuation of financial derivatives, net	(5,337)	(7,688)
Impairment of vessels and investments	—	22,172
Deferred compensation expense (reversal) for performance unit plan	(69)	5,589
Currency exchange losses (gains)	9,729	(10,965)
Other	213	213
Net changes in assets and liabilities	11,402	(8,845)
Net cash provided by (used in) operating activities	14,375	80,155
Net cash provided by (used in) investing activities	(19,165)	(31,849)
Net cash provided by (used in) financing activities	(60)	402,352
Effect of exchange rate on cash	(2,599)	3,787
Net increase (decrease) in cash and cash equivalents	(7,449)	454,445
Cash and cash equivalents at beginning of period	499,424	44,979
Cash and cash equivalents at end of period	\$ 491,975	\$ 499,424