



SIEM INDUSTRIES

PRESS RELEASE

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SIEM INDUSTRIES S.A.

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SIEM INDUSTRIES S.A. ANNOUNCES RESULTS FOR THE 1ST HALF ENDED 30 JUNE 2021

LUXEMBOURG, 29 OCTOBER 2021 – SIEM INDUSTRIES S.A. (the “Company”) announces its unaudited results for the first half year ended 30 June 2021 that have been prepared in accordance with International Financial Reporting Standards (“IFRS”), as discussed below.

COMPARATIVE CONSOLIDATED FINANCIAL PERFORMANCE

Six Months Ended 30 June 2021. Net income (loss) attributable to Common Shares for the six months ended 30 June 2021 is \$89.3 million, (2020: \$(397.7) million), or \$5.95 per share (2020: \$(26.44) per share), and is strongly effected by the debt forgiveness of \$48.7 million recognized by Siem Offshore and the gain of \$51.7 million from the revaluation of financial derivative embedded in the exchangeable bond that was repaid in June 2021. The discontinued operations reflect the sale of 100% interest in Bradenstoke Solar Park Limited.

Operating revenues and operating expenses for the six months were \$292.5 million and \$196.9 million respectively (2020: \$224.2 million and \$143.4 million, respectively). The amount includes operating revenues and operating expenses for Siem Offshore Inc. for the first 5 months of 2021 of \$104.6 million and \$81 million respectively (first half of 2020: \$123.8 million and \$122.5 million respectively). From June 1st, Siem offshore was accounted for on the equity method.

The share of profits (losses) of associates for the six months was \$0.9 million (2020: \$(230.4) million).

Net gains (losses) on investments during the six months were \$46.3 million (2020: \$0.5 million).

Net re-valuation gains (losses) of \$51.7 million (2020: \$65.8 million) were recorded for the six months on the re-valuation of the financial derivatives related to the Company’s EUR-denominated exchangeable bond which was issued in June 2016. Such re-valuation adjustments result from the volatility of the market price for Subsea 7 S.A. (“Subsea 7”) shares which represent the exchange element in the exchangeable bonds. The exchangeable bond was repaid at maturity on June 2nd 2021.

Depreciation expense for the six months was \$50.5 million (2020: \$65.8 million). Impairment of vessels and investments was \$10.7 million for the six months (2020: \$252.7 million).

Interest expense for the six months was \$26.3 million (2020: \$51.6 million). General and administrative expenses were \$17.9 million (2020: \$16.6 million). The net currency exchange gains (losses) for the six months were \$10 million (2020: \$(10.3) million).

CONSOLIDATED FINANCIAL POSITION

The Company held \$64.9 million of cash and cash equivalents at 30 June 2021, which included \$28.1 million of restricted cash.

Shareholders' equity was \$1.25 billion at 30 June 2021. There were 14,994,196 Common Shares issued and outstanding at 30 June 2021.

In January 2021, the Company concluded the sale of 100%-interest in Bradenstoke Solar Park Ltd.

In February 2021, Siem Offshore entered into a restructuring agreement with the bondholders of SIOFF01 and SIOFF02, and its European banks for the restructuring of its credit agreements. The restructuring agreement is a 4-year plan involving conversion of debt to equity, a reduction of future scheduled interest and amortisation payments and extension of secured debt with maturity before 2024 to 31 December 2024. On the 26 May 2021 the completion of the restructuring was announced and 22,950,466,494 new shares was issued to certain secured lenders, bondholders and other stakeholders with payable claims against Siem Offshore group, in connection with the equalization and conversion of approximately \$269 million of debt at a conversion price of NOK 0.10 per share. Upon completion of the restructuring, as a result of conversion of one of the bonds issued by Siem Offshore Inc. and certain debt purchase transactions, the main shareholder of Siem Offshore Inc., Siem Sustainable Energy S.à r.l., an indirect wholly owned subsidiary of the Company, retained an ownership equal to 33.6% of the share capital and voting rights in Siem Offshore Inc.

In March 2021, the RoRo MV "Liekut" commenced a 3+1 year bareboat contract with an Australian counterpart for operations between Melbourne and Tasmania.

In March 2021, The Company sold a total of 4,000,000 shares in Subsea 7.

In March 2021, Siem Europe entered into an agreement with a company partly owned by Mr. Kristian Siem which effectively increased its interest in BSR from 42.1% to 83.6%. The transfer of shares were made at arm's length valuation.

In May 2021, the Company acquired a total of 306,000 shares in Subsea 7 related to the maturity of a derivative position with underlying in Subsea 7 shares. Following the share purchase, the Company holds 69,341,377 shares in Subsea 7 or the equivalent of 23.1% of the Subsea 7 share capital.

OPERATIONS AND INVESTMENTS IN ASSOCIATES

At 30 June 2021, the Company reports its investments in Subsea 7 S.A. (OSE Symbol: SUBC), Electromagnetic Geoservices ASA (OSE Symbol: EMGS) and BSR Group Holdings Limited under the equity method of accounting. The detail financial statements of the Company's investments in Siem Offshore Inc. (OSE: SIOFF) for 5 months, Seven Yield Holding Pte. Ltd., Star Reefers Inc. Siem Shipowning Inc., Siem Car Carriers AS, Deusa International GmbH, Siem Europe S.à r.l. 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 30 June 2021, the Company owned a beneficial interest in 69,341,377 Subsea 7

S.A. shares, or approximately 23.1% of Subsea 7's issued and outstanding shares. For more information on Subsea 7, please visit www.subsea7.com .

Siem Offshore's owned fleet totalled 28 vessels that are operating in the offshore support vessel segment at the end of the period, with an additional 4 vessels under ship-management services. At 30 June 2021, the Company owned a beneficial interest of 80,255,763 Siem Offshore shares, or 33.6%. For more information on Siem Offshore, please visit www.siemoffshore.com .

Seven Yield is a ship-leasing company offering lease-financing solutions to the industrial shipping segments. Its portfolio is comprised of seven RoRos, two LNG PCTCs, and two bulk carriers. The Company beneficially owns 100% of Seven Yield. For more information, please visit www.sevenyield.com.

Star Reefers operates and controls a modern fleet of eight chartered-in reefer vessels which are engaged in the transportation of refrigerated fruit. At 30 June 2021, the Company owned an interest of 7,436,498 Star Reefers shares, or 83.9% of Star Reefers. For more information, please visit www.starreefers.com .

Siem Shipowning owns ten older reefer vessels engaged in the transportation of refrigerated fruit, four PCTC vessels with operations in the car carrier industry and operates one RoRo vessel. It has chartered-in five vessels representing some of the most modern handy-max size tonnage. At 30 June 2021, the Company owned an interest of 7,436,498 Siem Shipowning shares, or 83.9% of Siem Shipowning. For more information, please visit www.siemshipowning.com .

Siem Car Carriers operates a fleet of six PCTC vessels. 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. For more information, please visit www.siemcarcarriers.com .

Deusa International is a company based in Bleicherode, Germany, which mines and markets a number of salt based products, as well as using abandoned caverns for waste storage. For more information, please visit www.deusa.de .

British Solar Renewables ("BSR") is among the largest developers of large scale solar parks in the UK, providing engineering, procurement, and construction ("EPC") as well as operations and maintenance services to the solar power generation industry and has developed and built a number of solar park projects in excess of 5MWp. The developed solar parks may be sold to third parties or remain owned and operated within the Company. For more information, please visit www.britishrenewables.com .

EMGS is the owner of proprietary electromagnetic technology which supports the offshore exploration for oil and gas and provides services for survey, design, data acquisition, processing and interpretation. At 30 June 2021, the Company owned a beneficial interest of 23.9% in EMGS. For more information, please visit www.emgs.com.

RISKS AND UNCERTAINTIES AND MARKET OUTLOOK

The principal risks and uncertainties confronting the Company reflect primarily the risks and uncertainties confronting its subsidiaries, Star Reefers, Siem Shipowning, Seven Yield, DEUSA International and BSR, and its associates, Subsea 7, Siem Offshore and EMGS. 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 S.A. is a diversified industrial holding company that operates through autonomous affiliates. The Company currently holds interests in the oil and gas services industry and renewable energy sector, ocean transportation of refrigerated cargoes and automobiles, potash-mining and maritime lease finance. 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 30 June 2021 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 30 June 2021 and the results of its operations 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 S.A.

/s/ Kristian Siem

Kristian Siem, Chairman

/s/ Glenn Pettersen

Glenn Pettersen, Group CFO

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

<i>(Dollars in thousands, except per share amounts)</i>	Six Months Ended 30 June		Fiscal Year
	2021	2020	2020
TOTAL REVENUES AND OPERATING EXPENSES:	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(audited)</i>
Total revenues	\$ 292,455	\$ 224,234	525,557
Operating expenses	(196,862)	(143,388)	(346,354)
Operating margin	95,593	80,846	179,203
OTHER INCOME			
Share of profits of associates and other investments	910	(230,395)	(267,317)
Interest income	3,017	6,346	15,371
Gains (losses) on investments and other assets, net	46,260	458	(15,760)
Gains (losses) on re-valuation of financial derivatives, net	51,734	65,839	73,490
Other income	(6,964)	1,495	17,565
Total other income	94,956	(156,257)	(176,651)
EXPENSES AND OTHER:			
Depreciation and amortization	(50,538)	(65,839)	(125,466)
Impairment of vessels and investments	(10,656)	(252,736)	(292,505)
Interest expense	(26,331)	(51,570)	(85,711)
General and administrative expenses	(17,892)	(16,612)	(36,334)
Currency exchange gains (losses), net	9,961	(10,321)	(22,710)
Other expenses	(4,949)	(5,267)	(14,151)
Total expenses and other	(100,405)	(402,345)	(576,878)
Income (loss) before income tax expense	90,145	(477,756)	(574,326)
Income tax (expense) benefit	(1,010)	(693)	(4,867)
Income (loss) from continuing operations	89,134	(478,449)	(579,193)
Income (loss) on discontinued operations attributable to Holders of Common Shares	10,990	(388)	59,462
Net income (loss)	\$ 100,124	\$ (478,837)	(519,731)
Net income (loss) attributable to:			
Holders of Common Shares	\$ 89,278	\$ (397,722)	(420,308)
Non-controlling interests	\$ 10,847	\$ (81,115)	(99,423)
Earnings (Loss) per Common Share:			
Basic / Diluted:			
Attributable to Holders of Common Shares for net income (loss) from continuing operations	\$ 5.22	\$ (26.42)	(31.89)
Attributable to Holders of Common Shares for net income (loss) from discontinuing operations	\$ 0.73	\$ (0.03)	3.95
Attributable to Holders of Common Shares for net income (loss)	\$ 5.95	\$ (26.44)	(27.93)
Weighted avg. no. of Common Shares outstanding for period	14,994,196	15,041,314	15,046,364

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

<i>(Dollars in thousands)</i>	30 June 2021	30 June 2020	31 December 2020
	<i>(unaudited)</i>	<i>(unaudited)</i>	<i>(audited)</i>
ASSETS:			
Current assets:			
Cash and cash equivalents	\$ 36,763	\$ 100,780	\$ 129,188
Accounts receivable	25,903	49,233	65,110
Accrued interest receivable	4,232	16,006	122
Trading securities	8,934	6,678	8,344
Inventories	15,197	15,560	15,944
Financial derivative	5,358	0	0
Notes, loans, finance lease and other receivables	13,189	15,531	19,253
Prepaid expenses and other current assets	24,807	35,658	29,757
Noncurrent assets held-for-sale	2,595	92,071	83,681
Total current assets	136,979	331,517	351,401
Restricted cash	28,136	54,051	58,032
Notes, loans, finance lease and other receivables	200,197	211,229	213,163
Investments in associates	922,020	950,958	902,515
Vessels, property and equipment, net	819,191	1,575,759	1,721,193
Other assets and long-term receivables	41,233	129,374	125,347
Total Assets	\$ 2,147,757	\$ 3,252,888	\$ 3,371,651
LIABILITIES AND EQUITY:			
Current liabilities:			
Accounts payable	\$ 24,119	\$ 52,346	\$ 57,176
Accrued interest payable	614	28,332	16,796
Due to affiliates	6,974	5,515	286
Current maturities and short-term notes	63,114	489,176	647,292
Finance lease liability	20,956	14,196	31,661
Financial derivatives	0	24,351	16,195
Other accrued costs and short-term liabilities	71,636	72,065	112,568
Net liabilities directly related to assets held-for-sale	27	53,444	57,239
Total current liabilities	187,440	739,425	939,213
Non-Current liabilities			
Long-term debt and notes payable	430,199	1,050,624	1,039,850
Finance lease liability	167,407	77,234	124,084
Financial derivatives	1,253	16,067	1,992
Other liabilities	65,634	126,985	54,340
Total Non-Current liabilities	664,493	1,270,910	1,220,266
Total Liabilities	851,933	2,010,335	2,159,480
Shareholders' equity:			
Common shares, \$0.25 par value, 100,000,000 shares authorized, 14,994,196 and 14,994,196 shares issued and outstanding, respectively	3,749	3,760	3,762
Additional paid-in capital	107,833	102,907	102,905
Retained earnings	1,123,984	1,206,074	1,197,734
Currency translation reserves	6,710	0	6,290
Other reserves	3,844	(71,107)	(89,455)
Total shareholders' equity	1,246,120	1,241,634	1,221,237
Non-controlling interests	49,704	919	(9,066)
Total Equity	1,295,824	1,242,553	1,212,171
Total Liabilities and Equity	\$ 2,147,757	\$ 3,252,888	\$ 3,371,651