



OFFSHORE

ENERGY. COMMITTED.

ANNUAL REPORT 2020

2020 IN BRIEF



JANUARY

The first completed Fast4Ward® hull arrived safely at the yard in Singapore from China. The Multi-Purpose Floater hull was completed in less than two years from first steel cut.

FEBRUARY

Full Year 2019 Earnings: Guidance was delivered, and backlog was up by 40%. The year was marked by strong financial performance, excellent project and operational execution, and commercial success.

Dividend was doubled compared with the year before and the Company launched a EUR150 million share repurchase program. As a result, shareholders' returns increased significantly, with an annual growth rate of almost 40% year-on-year since 2016 on a per-share basis. Addressing the energy transition, the Company launched Ambition 2030: aiming to have 25% of revenues from renewables and gas technology by 2030. In addition, the emissionZERO™ program was presented, aimed at designing FPSOs with net zero carbon emissions.

MARCH

The Company responded globally to the COVID-19 pandemic. Measures and protocols were put in place to safeguard the health and safety of staff, clients, contractors and their families and, at the same time, ensure safe operations.

APRIL

Completion of the EUR150 million share repurchase program. Over 12 million shares were repurchased at an average price of EUR12.40 per share.

Andy Brown and Jaap van Wiechen were appointed to the Supervisory Board. Francis Gugen was reappointed for an extension of two years. Floris Deckers and Thomas Ehret retired from the Supervisory Board having completed the maximum term of 12 years.

MAY

The Company took measures to evolve and adapt to uncertain dynamic market conditions as a result of the COVID-19 and oil price crises.

First Quarter 2020 Trading Update: Strong results in line with expectations. The directional revenue guidance was adjusted from 'above' to 'around' US\$2.3 billion. Uptime was maintained at 99%.

JULY

The Company and partners completed a US\$600 million bridge loan for the financing by the project owning company for the construction of FPSO *Sepetiba*, agreed with a consortium of four international banks.

AUGUST

Half Year 2020 Earnings: On target, despite COVID-19 and oil price crises, demonstrating the robustness of SBM Offshore's business model and its effective response. Fleet uptime remained very strong, exceeding target and an effective environment for minimizing the impact of COVID-19 was created in offshore operations.

Directional EBITDA guidance was increased from 'around' to 'above' US\$900 million.

The Company prepared for the sale of the diving support and construction vessel SBM Installer by increasing its stake in the vessel-owning company OSI from 25% to 100%.

SEPTEMBER

SBM Offshore confirmed it was in contract negotiations with Petrobras for a charter contract for FPSO *Almirante Tamandaré*, which will operate in the Buzios field, Santos basin, offshore Brazil.

OCTOBER

SBM Offshore was awarded contracts to construct, install and then lease and operate FPSO *Prosperity* for up to two years, after which ownership and operation will transfer to Esso Exploration and Production Guyana Limited (EEPGL), an affiliate of ExxonMobil Corporation.

The landmark deal demonstrated the added value of the Fast4Ward® program for large-scale developments such as for the offshore energy industry in Guyana.

NOVEMBER

Third Quarter 2020 Trading Update: Another good set of results demonstrated the strength of the business model. The Directional EBITDA guidance was increased from 'above' US\$900 million to 'around' US\$950 million, despite the challenging environment. Energy transition: The Floating Offshore Wind Provence Grand Large project moved ahead.

DECEMBER

SBM Offshore reported a contractual lease extension for FPSO *Espirito Santo* in Brazil and that EEPGL initiated discussions with SBM Offshore on the lease and operations durations for FPSOs in Guyana. The Company announced that Laurence Mulliez and Andy Brown will step down from the Supervisory Board at the time of the General Shareholder meeting on April 7, 2021 and by year end 2020 respectively.