



FINANCIAL RESULTS

FOR THE NINE MONTHS ENDED 30th SEPTEMBER 2016

17th NOVEMBER, 2016

DISCLAIMER

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BUSINESS UPDATE

DISCIPLINED EXECUTION OF GROWTH STRATEGY IN CHALLENGING TIMES

Operational Excellence

- Stable core fleet utilization with a strong safety record for the period.
- Investments made in infrastructure supporting vessel, safety, technical and customer relationship management. Continuation of crew training, competency programs and localization efforts.
- Cost reduction programme on track to deliver US\$35 million of annualized savings in 2016.

Growing the core business

- In May, Topaz announced winning a landmark contract with Tengizchevroil in Kazakhstan to build, supply and operate 15 vessels. The vessels, built by Vard Norway, will commence work in Q2 2018 for a minimum of three years. With the recent addition of two additional vessel options and a related vessel management contract, the TCO related contracts are together worth in excess of US\$550 million.
- H1 saw the announcement of a major contract extension with BP Azerbaijan for the supply of 14 OSVs for a five-year period plus two one-year options. The agreement demonstrates Topaz's competitiveness in the Caspian market. This contract will contribute approximately 35% of the group's annual revenue.
- The two major contract awards above have increased the group's revenue backlog to an industry leading US\$1.6bn and adds significantly to Topaz's earnings visibility and credit strength.
- Commercial discussions ongoing in Caspian, Mena and West Africa for long-term work in line with Topaz's strategy of building its backlog through medium and long-term contracts.

Optimization of the capital structure

- Sr. secured debt repayment profile extends up to 2022 with step-up repayments and a bullet payment at maturity.
- Discussions underway to refinance parent company's subordinated loan repayment.

2016 YTD PERFORMANCE

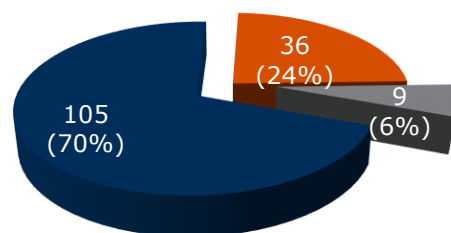
SOFT AND VOLATILE MARKET IMPACTING PERFORMANCE

US\$ Millions	YTD Q3'16	YTD Q3'15	Variance
Revenue	216	274	-21.1%
EBITDA	111	129	-13.9%
EBITDA margin	51%	47%	+4ppt
Cash flow from operations	87	73	+19.2%
Consolidated interest expense	45	55 ¹	-18.2%
- Bank	39	48	-18.8%
- Shareholder	6	7	-14.2%

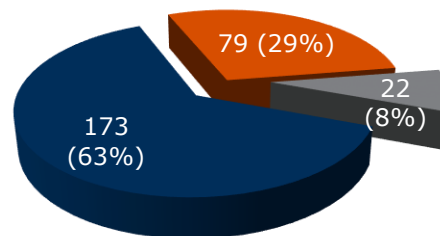
Key Highlights

- ✦ The continued softness in charter rates and stiff competition for available work has impacted revenues which are down by 21% compared to last year.
- ✦ Strategic focus on cost reductions (savings of US\$ 23m compared to YTD Q3'15) and reductions in overheads (savings of US\$ 5m compared to YTD Q3'15) has mitigated further EBITDA decline beyond 14%.

Revenue YTD Q3'16



Revenue YTD Q3'15



■ Caspian ■ Mena ■ Africa

¹ – includes non-cash charge of US\$ 8m write-off in connection with re-financing of debt

Q3 2016 PERFORMANCE

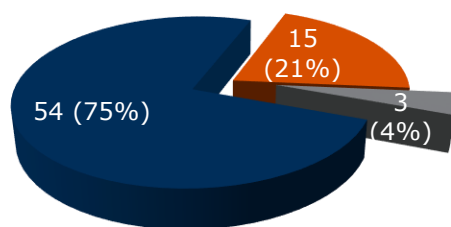
EBITDA MARGIN REMAINS RESILIENT IN CHALLENGING TIMES

US\$ Millions	Q3 2016	Q3 2015	Variance
Revenue	67	99	-32.3%
EBITDA	34	49	-30.6%
EBITDA margin	51%	49%	+2ppt
Consolidated interest expense	15	17	-11.8%
- Bank	13	14	-7.1%
- Shareholder	2	3	-33%

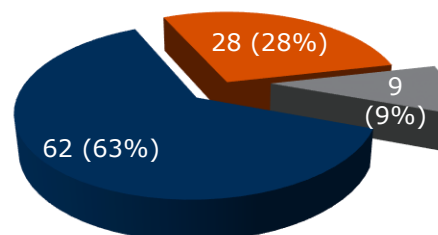
Key Highlights

- ❖ Caspian performance is relatively stable on the back of firm contracts and our relentless efforts to pursue safety and quality.
- ❖ In MENA, market activity continues to be slow. We have, however, managed to secure several long term contracts in the UAE with a leading local oil company.
- ❖ Market activity has only slightly improved in Africa but remains low compared to 2015. Bidding activity is very high, but awards are routinely postponed or cancelled.

Revenue Q3'2016



Revenue Q3'2015



■ Caspian ■ Mena ■ Africa

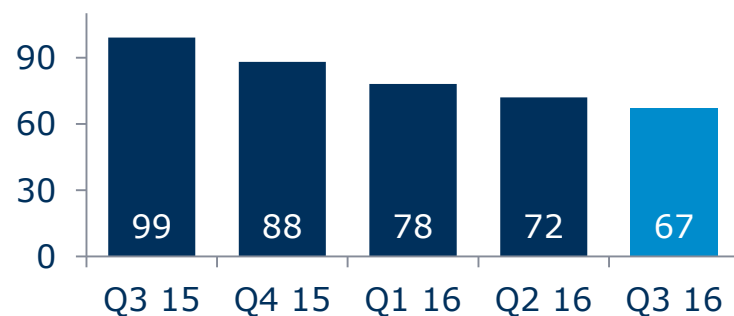
QUARTERLY TREND DATA

EBITDA MARGIN STABILITY

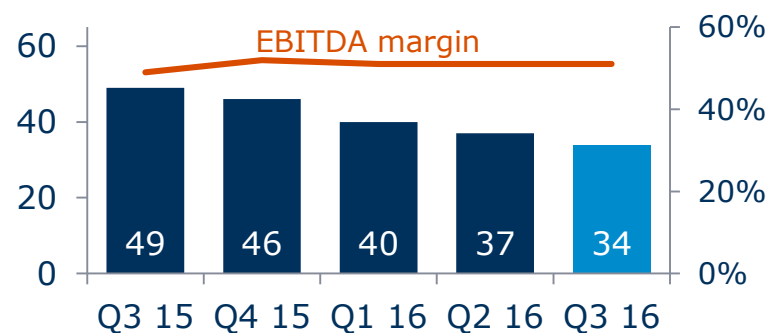
In US\$ millions

	Q3 2015	Q4 2015	Q1 2016	Q2 2016	Q3 2016	Q3 16 vs Q3 15
Revenue	99	88	78	72	67	-32%
EBITDA	49	46	40	37	34	-31%
EBITDA margin	49%	52%	51%	51%	51%	+2ppt
PAT	9	-64 ¹	2	-1	-5	NM
PAT margin	9%	-73%	3%	-1%	-7%	-16ppt

REVENUE

US\$ million


EBITDA

US\$ million

¹ Before impairment charge of US\$ 71m, PAT was US\$ 7m.

YTD'Q3 BUSINESS PERFORMANCE

UTILIZATION IMPACTED BY MARKET DOWNTURN

Selected KPIs	YTD Q3'16	YTD Q3'15	Variance
Utilization of core fleet	70%	87%	-17ppt
<i>Caspian</i>	81%	98%	-17ppt
<i>Caspian – Az.</i>	94%	97%	-3ppt
<i>Caspian – RoC</i>	61%	100%	-39ppt
<i>MENA</i>	58%	88%	-30ppt
<i>Africa</i>	45%	40%	+5ppt
<i>Subsea</i>	69%	78%	-9ppt
Average day rate of core fleet	\$ 14,933	\$ 15,762	-5.3%
Contract backlog	\$ 1.6bn	-	-
No. of vessels*	97	99	-2
Average vessel age	8.7	7.7	+1

Key Highlights

- ✦ Overall core fleet utilization down to 70% compared to 87% last year due to market weakness.
- ✦ Azerbaijan utilization remains high due to long-term contract coverage.
- ✦ Lower market activity in MENA has resulted in significantly reduced utilization compared to 2015.
- ✦ Subsea and Africa have performed better than last year due to improved contracted coverage in 2016, albeit at reduced day rates.

* Excludes 20 new builds under construction which will be delivered by 2017/2018.

- Out of 97 vessels, 2 PSVs are laid up in Turkey, 8 in MENA and 1 in North America.
- Vessels laid up are not considered for computation of utilization.

CAPITAL STRUCTURE

LEVERAGE IS STABLE AS PER PLAN

US\$ millions	As at 30 Sep 2016	As at 31 Dec 2015	Variance
Cash and Cash Equivalents	70	55	+27.2%
Total External Debt	652	671	-2.8%
Shareholder Loans	91	104	-12.5%
Gross Leverage ¹	4.8x	4.4x	+9.1%
Net Leverage ²	4.3x	4.1x	+4.9%

Key Highlights

- ✦ The leverage ratio is in line with the long-term plan.
- ✦ Unutilized funding lines - RCF of US\$ 100m, from which we can draw US\$ 40m.

¹ Total debt / LTM EBITDA

² Total debt – cash / LTM EBITDA

COVENANTS

FULLY COMPLIANT WITH COVENANTS

Financial Covenant	Threshold	YTD Q3'16 Actual	Headroom
Net Interest Bearing External Debt to EBITDA	< 4.50x	3.73x	17%
Tangible Net Worth	> \$400M	\$540M	35%
Free liquidity	> \$30M	\$110M	266%
EBITDA to DSCR	> 1.20x	1.40x	17%

Key Highlights

- ✦ Revised covenant thresholds have been agreed with the lenders showing renewed confidence in the company's business and strategy.
- ✦ This has resulted in increased headroom on NIBD and net worth covenants.

LIQUIDITY POSITION

SUFFICIENT LIQUIDITY TO MEET REQUIREMENTS

US\$ Millions	Limit	Drawn	Available	Tenor
RCF (committed lines)	100	-	40 ¹	5 year facility expires Apr 2020
Cash & Bank Balances	-	-	70	As on 30 Sep 2016
Total Liquidity	100	-	110	



1 – Ability to borrow is restricted to US\$ 40m due to covenant restriction.

SAFETY

SOUND HSE RECORD

Measure	Industry Benchmark*	FY 2015 Performance	YTD Q3'16 Performance
Fatal Accident Rate	0.75	ZERO	ZERO
Lost Time Incident (LTI) Frequency	0.54	0.91	0.24
Total Recordable Injury Rate (TRIR)	2.18	2.20	0.95
Environmental Incident Frequency (ENVf)	0.76	0.73	Zero
Safety Observation Frequency Rate (SOFR)	360	1,198	1,027
Management Visit Ratio (MVR)	6.44	36.14	36.45

Key Highlights

- ✦ No fatalities in the period.
- ✦ MVR remains high and is being driven by senior management for 2016.
- ✦ Overall reporting and awareness have improved, indicating a maturing safety culture.

STRATEGIC OUTLOOK

DELIVERING A PRUDENT STRATEGY IN VOLATILE AND WEAK MARKET

- Continue to add to existing fleet organically and through opportune purchases
- Acquire vessels against long-term contracts that meet IRR hurdle rates + new-builds

- Maintain world class operating and HSE standards thereby solidifying relationships with blue chip customers
- Further increase fleet utilization
- Reduce cost of operations

- Maintain a young fleet of vessels
- Realign the Topaz fleet to focus on mid to high-end OSVs with divestments of non-strategic and aging tonnage

- Proactively focus on relationships with clients to support long-term growth prospects in home markets
- Asset investment sweet-spot in medium to large AHTSV and Subsea vessels

- Continue to support our customers as they expand operations
- Pursue opportunities in geographies such as West and East Africa, and the Gulf of Mexico.



- Robust equity backing from both parent and minority shareholder
- Long-term banking relationships
- Access to public debt markets to diversify sources of funding



APPENDIX

INVESTOR RELATIONS CONTACTS

For further information please contact:

Robert Desai
Strategy and Business Development Director
Tel: +971 4 440 47 00
Email: ir.topaz@topazworld.com