

Subsea Market Update

Astrup Fearnley Conference

Disclaimer



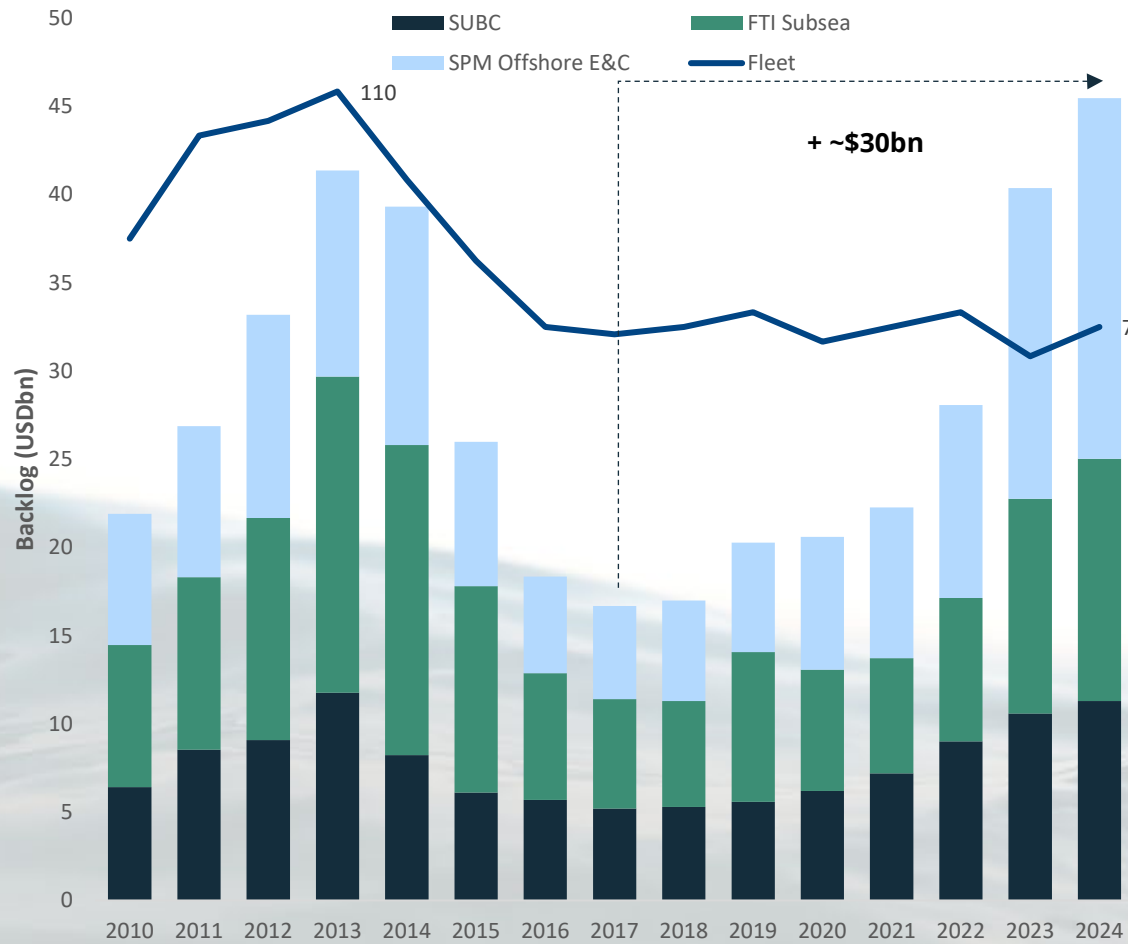
Copyright 2025 Fearnley Offshore Supply AS.

Reproduction in any form is strictly forbidden without direct licensed permission from Fearnley Offshore Supply AS. While information is presented in good faith, Fearnley Offshore Supply AS cannot accept liability for any errors of fact or opinion. No liability can be accepted for any loss incurred in any way whatsoever by any person who may seek to rely on the information contained herein. The images used in this reports originate from our clients, or from press releases/web pages which are assumed to be in the public domain and displayable under the fair use principle. We provide information on the image's source and photographer where possible. If you are the owner of the images and believe that the use is in violation of any copyright law, please contact us.

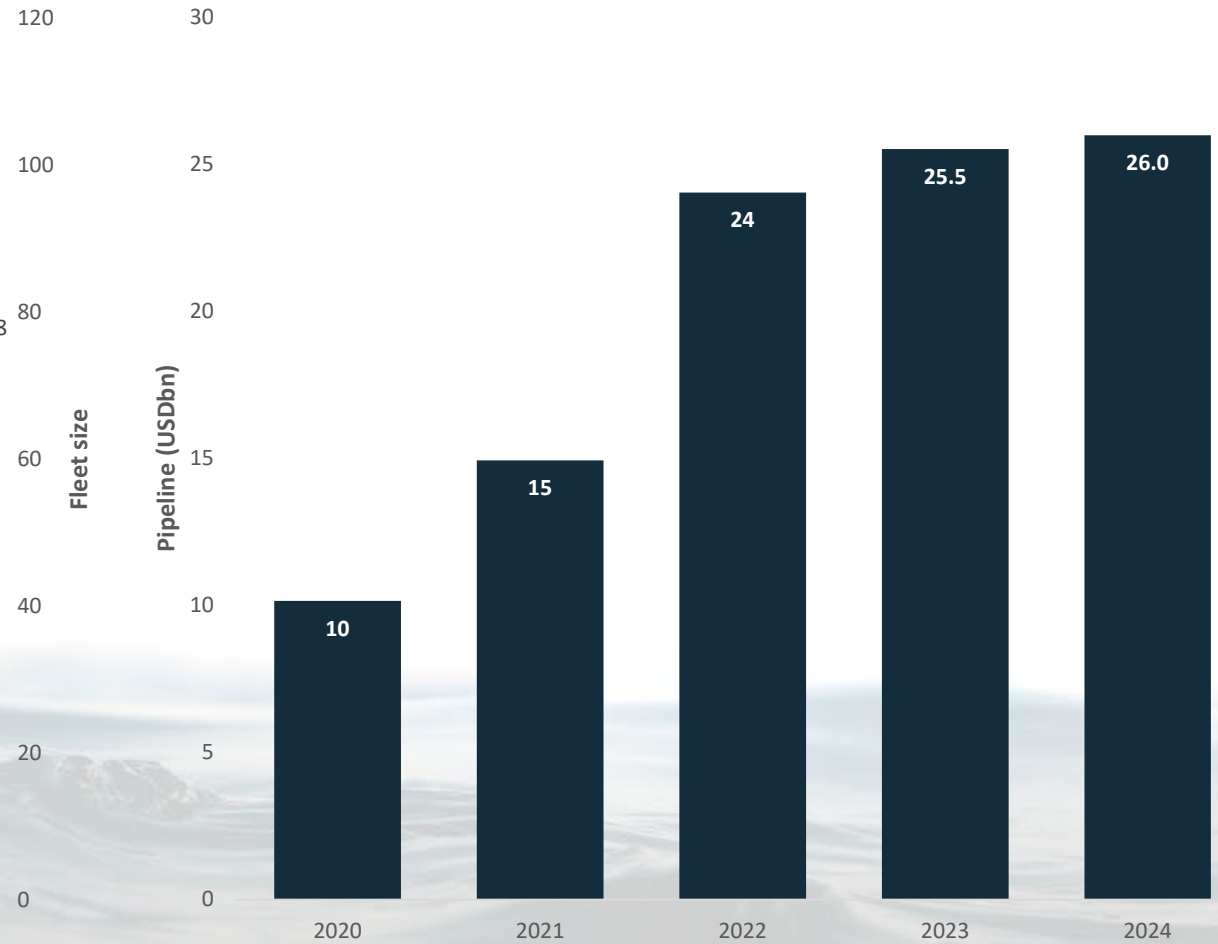
Strong demand and rising backlogs from the EPC, leading to high activity in the years to come



Tier 1 EPC contractors' backlog increasing beyond previous peak volume



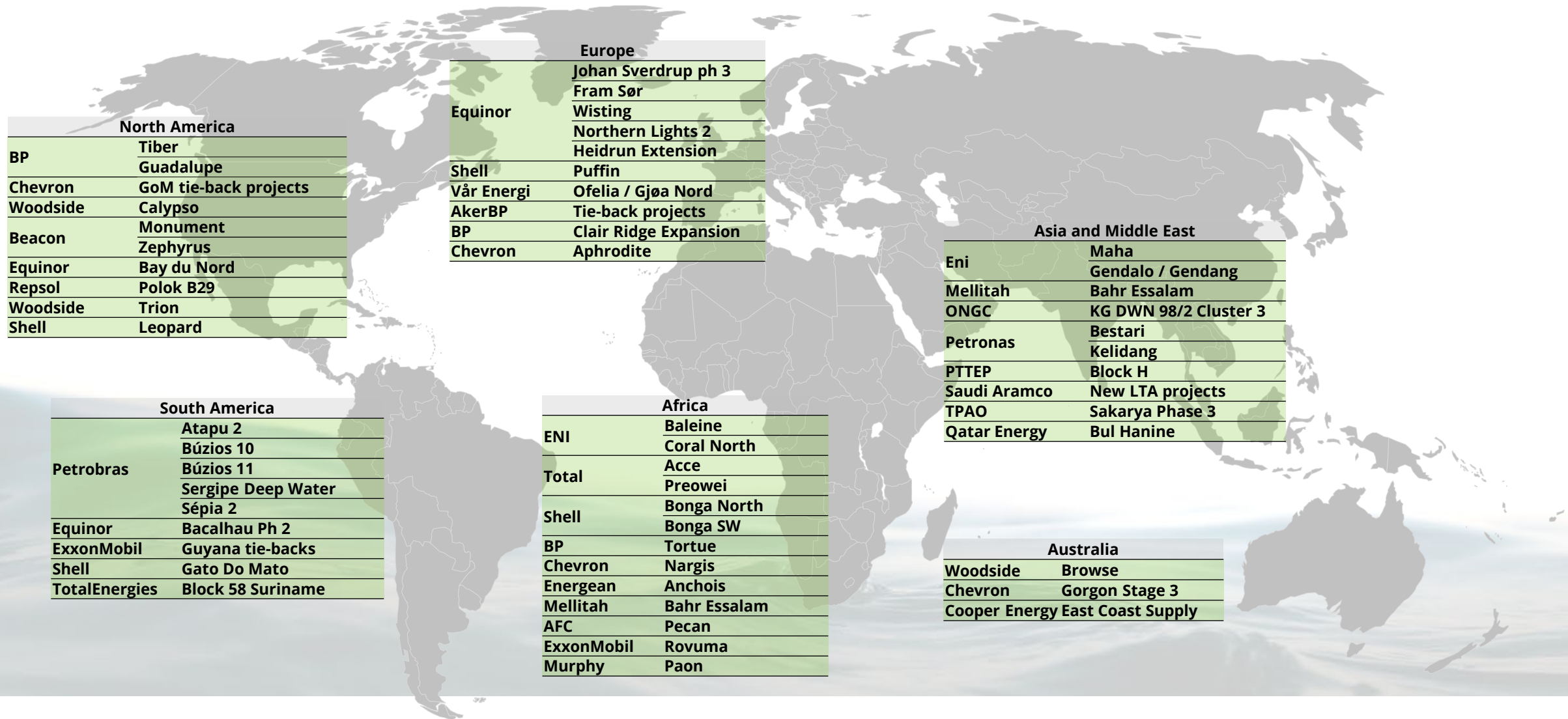
Average Subsea Tier 1 EPC Tender Pipeline at a record high figure



SOURCE: Fearnley Offshore Supply, Woodmac, Rystad

NOTE: Based on Saipem, Subsea 7 and TechnipFMC quarterly reports per Q3 2024

O&G subsea project prospects to drive demand in the coming years



Relevant Segmentation

Breakdown of the main segments



Characteristics (MSV):

Mainly survey duties, but also trenching, W2W and support scopes
 - Technical: 30-70t crane, DP 2, 40-70 POB, 300-700m2 deck



Characteristics (MPSV):

Upgraded PSV with underdeck capacities, working with most support duties
 - Technical: 70-150t crane, DP 2, 50-90 POB, 500-900m2 deck



Characteristics (AHCON):

Large AHTS with significant crane capacity, mostly project work or spot
 - Technical: 25-250t crane, DP 2, 40-70 POB, 400-800m2 deck



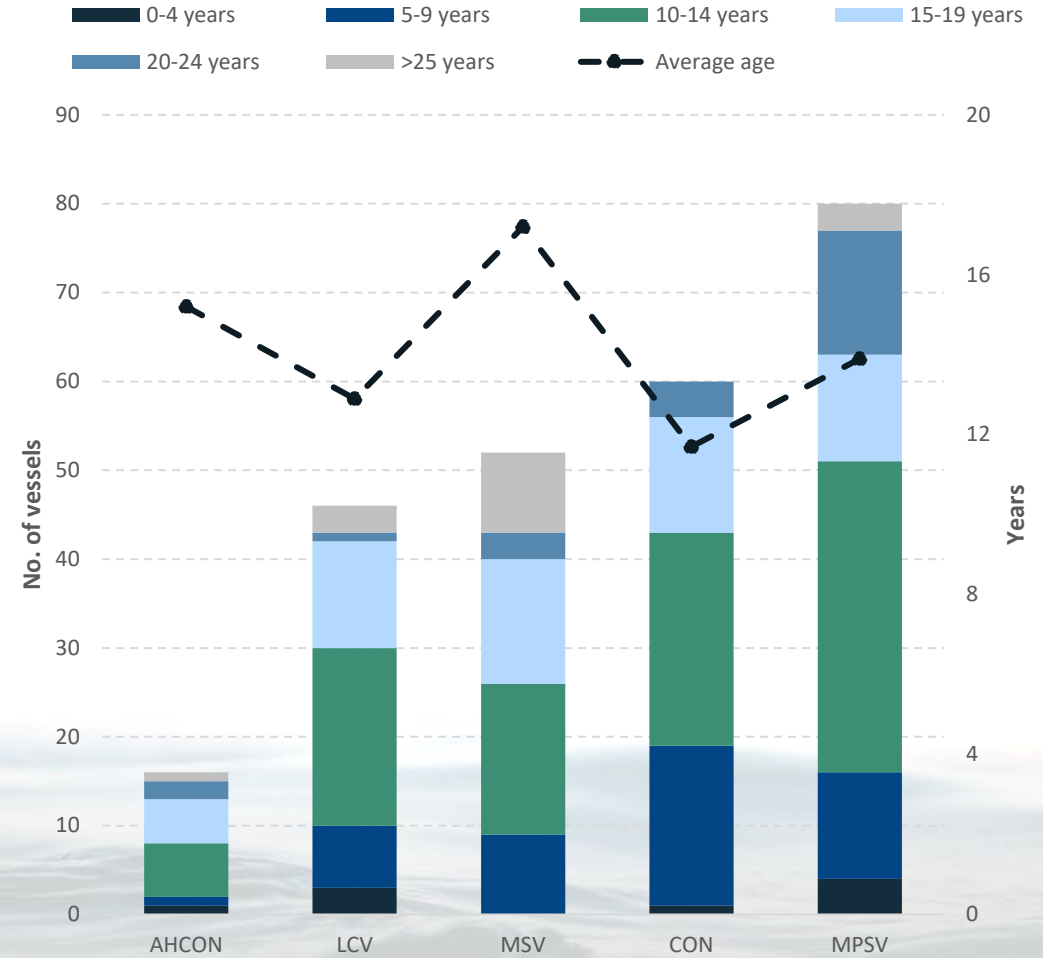
Characteristics (LCV):

Larger units with main market in construction support
 - Technical: 100-160t crane, DP 2, 70-100 POB, 800-1400m2 deck



Characteristics (CON):

Mainly heavy construction scopes and usually one of the most expensive vessels
 - Technical: 250-400t crane, DP 2/DP 3, 100-140 POB, 1200-2400m2 deck



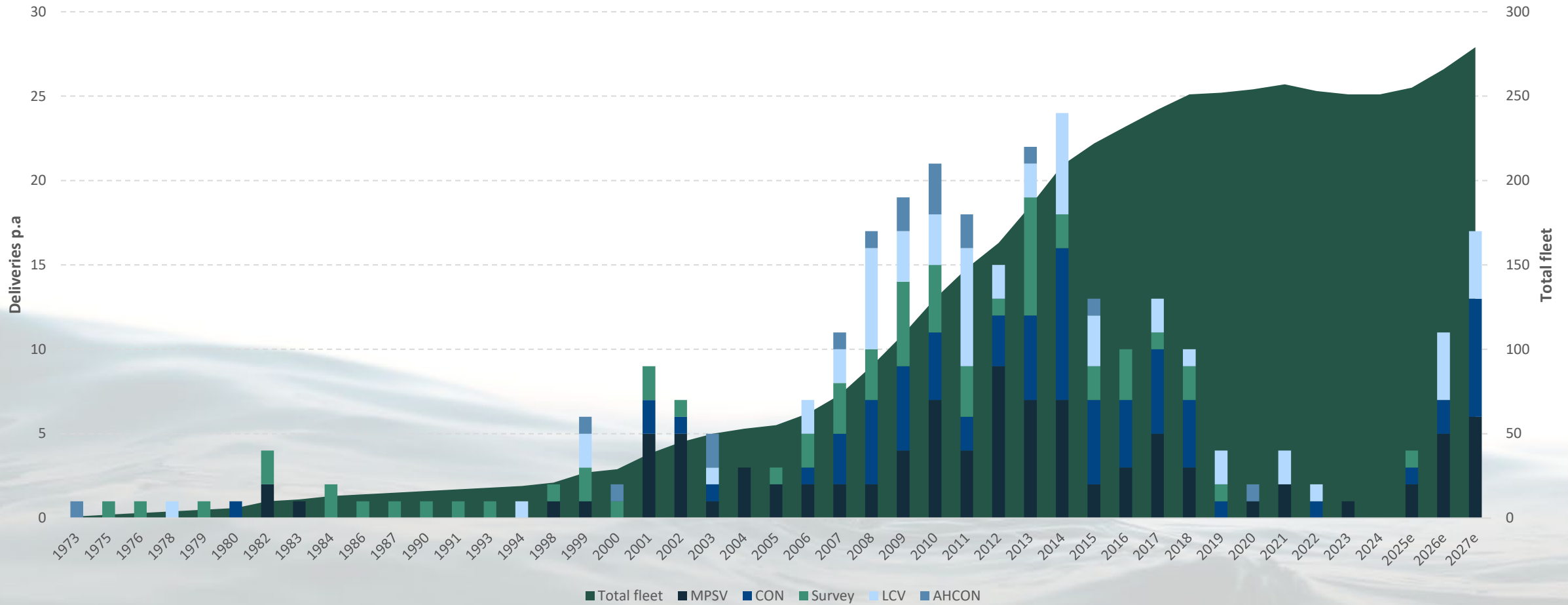
SOURCE: Fearnley Offshore Supply

Note: Characteristics are mainly as guidance and there are deviations to specs outside the norm

Subsea construction fleet – newbuild activity back but far from previous volume



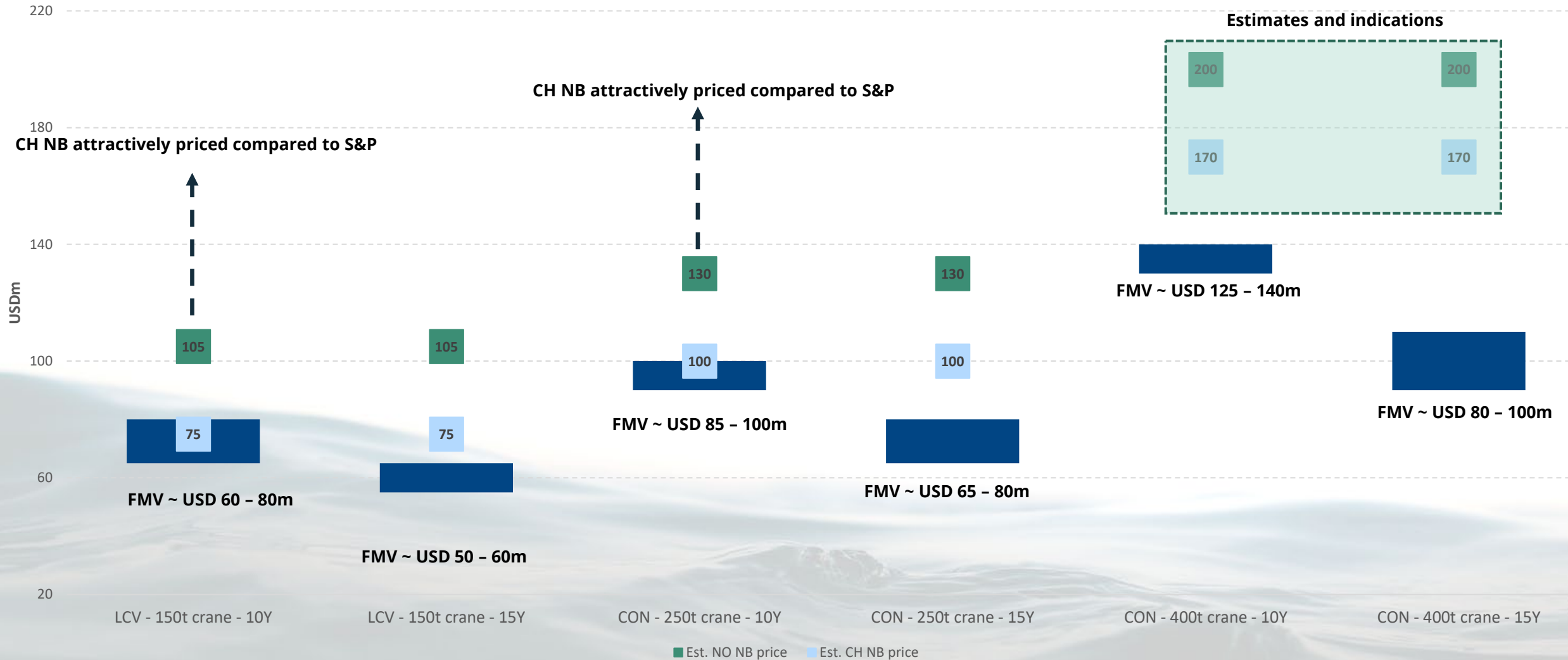
Subsea fleet development – stagnating due to vessels exiting the market, with newbuilds now confirmed for 2027 deliveries



SOURCE: Fearnley Offshore Supply

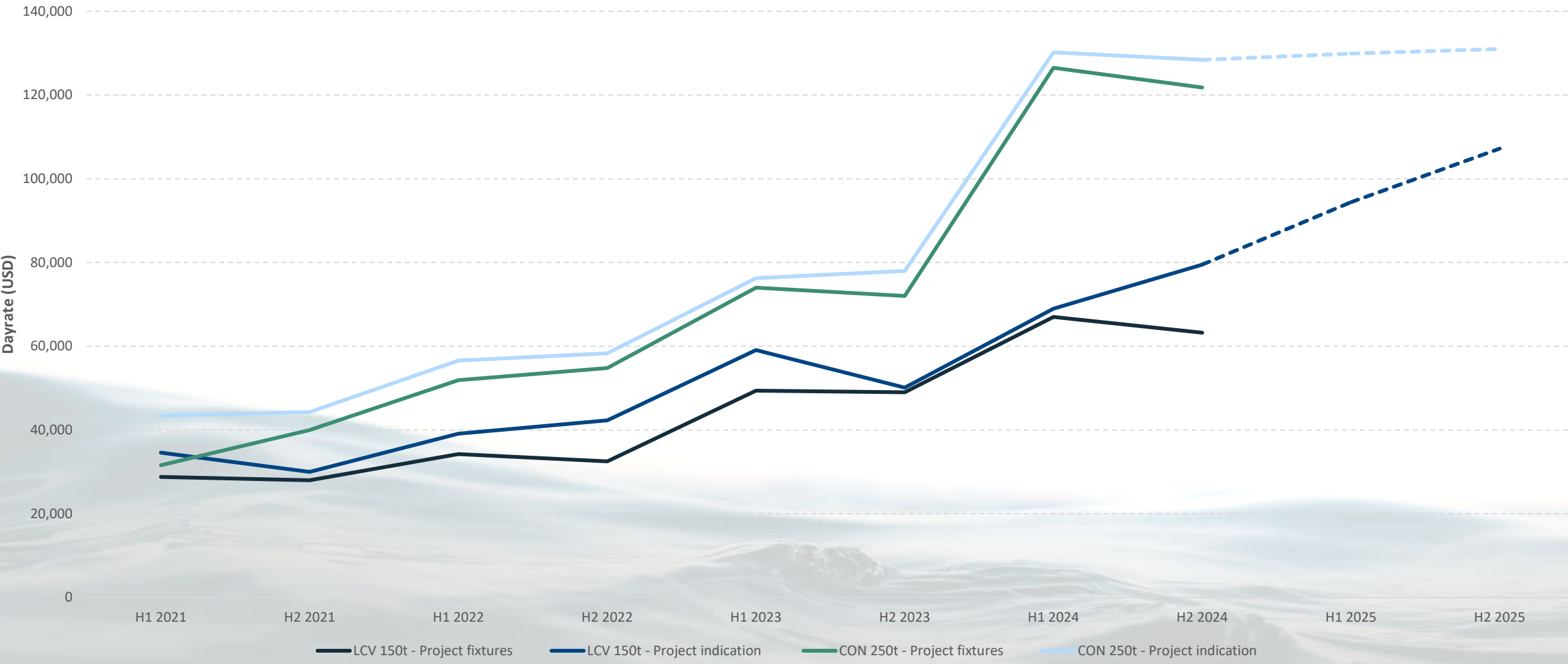
NOTE: Details believed to be correct, but not guaranteed

Subsea NB rationale – second-hand values are in 150t and 250t close on Chinese NB pricing



SOURCE: Fearnley Offshore Supply

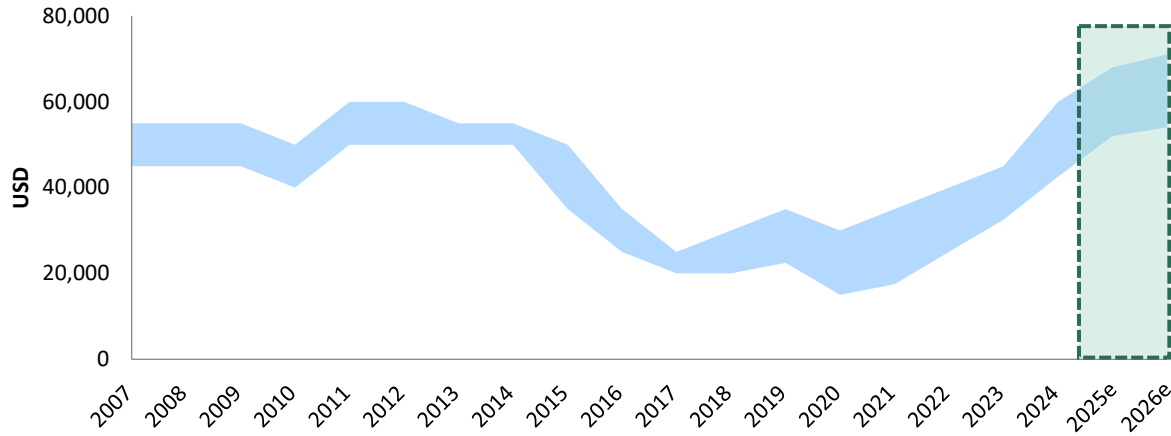
Bids and indications across the high-end subsea segment – historical development



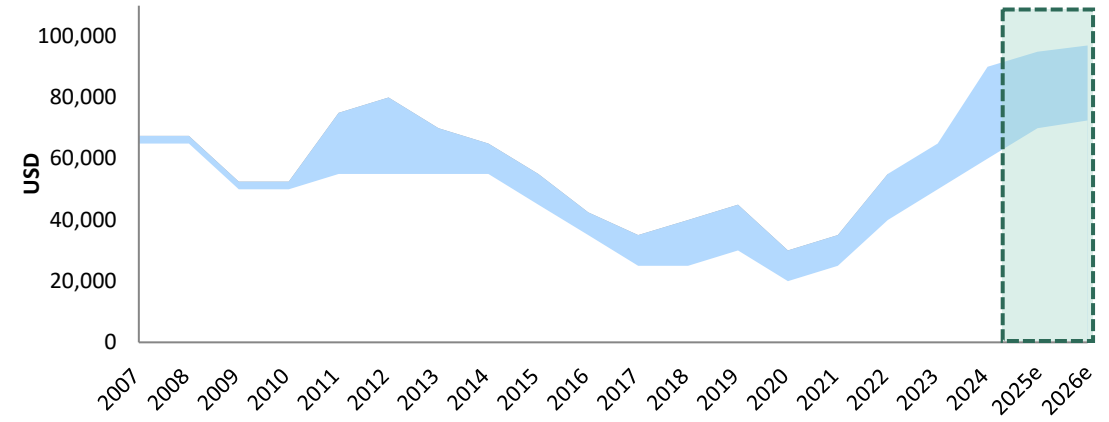
Day rates expected to increase in the coming years due to tight markets



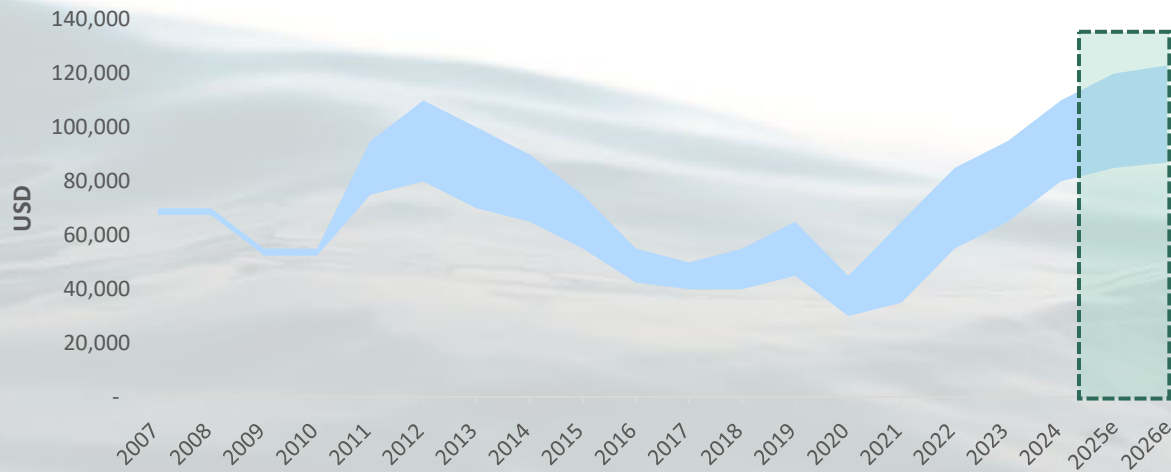
Light construction vessel (150t) - term rates



Construction vessels (250t) - term rates

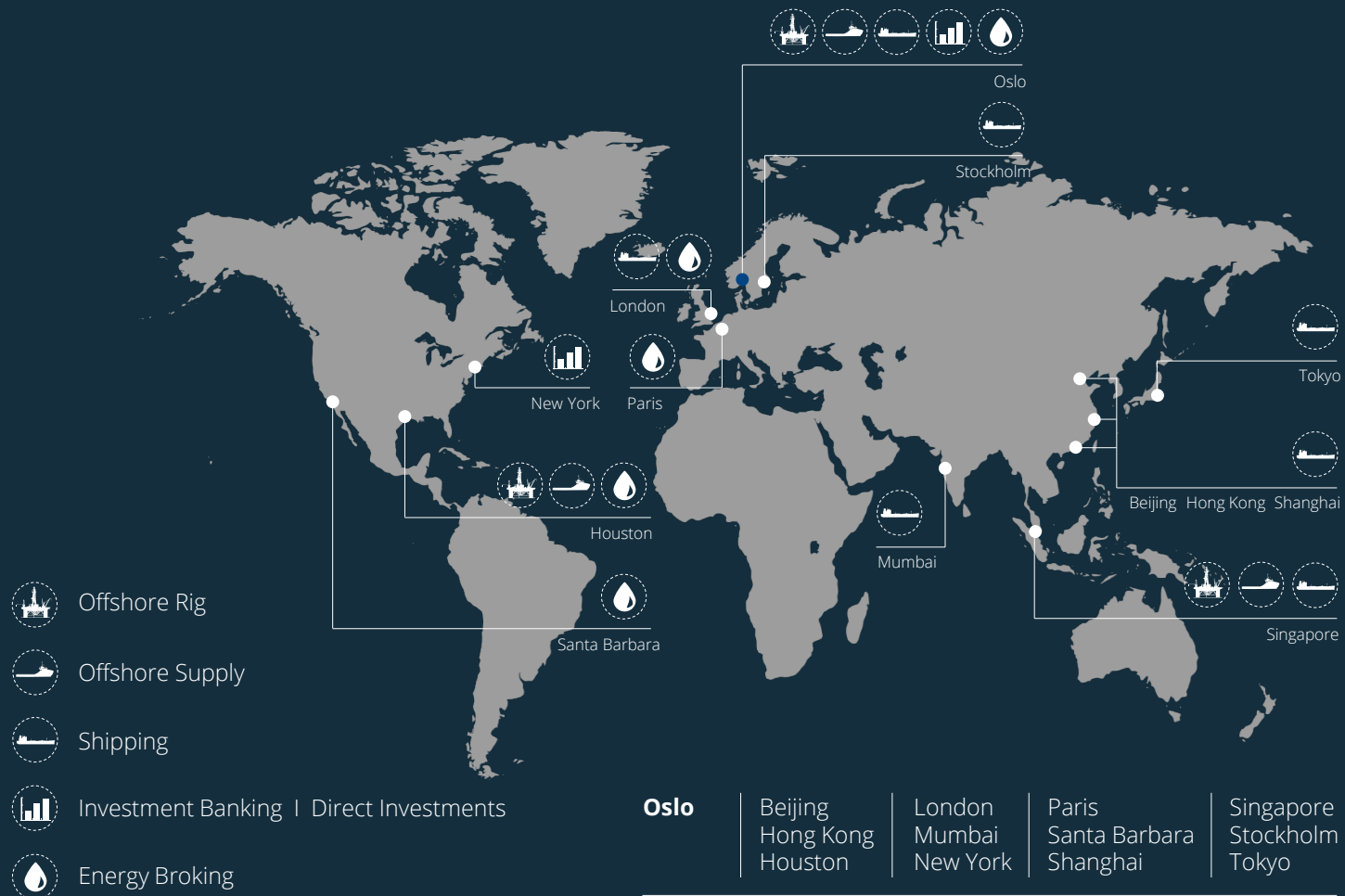


Construction vessels (400t) - term rates



Key takeaways

- The 365-day 150t LCV segment is expected to demand average rates ranging from \$52,000 to \$70,000 this year and is expected to increase towards \$55,000 - \$75,000 by H1 2026.
- The 365-day 250t CON segment is expected to demand average rates ranging from \$70,000 to \$95,000 this year and is expected to increase towards \$72,450 - \$97,000 by H1 2026.
- The 365-day 400t CON segment is expected to demand average rates ranging from \$80,000 - \$120,000 this year and is expected to increase towards \$87,000 - \$123,000 by H1 2026.



The Astrup Fearnley Global Network

Fearnley Offshore Supply

An Astrup Fearnley Company | www.fearnleyoffshoresupply.com

Oslo | Dronning Eufemias gate 8 | P.O.Box 1158 Sentrum | N-0191 Oslo | Norway Telephone: +47 22 93 63 00