



## Market View And The Way Forward

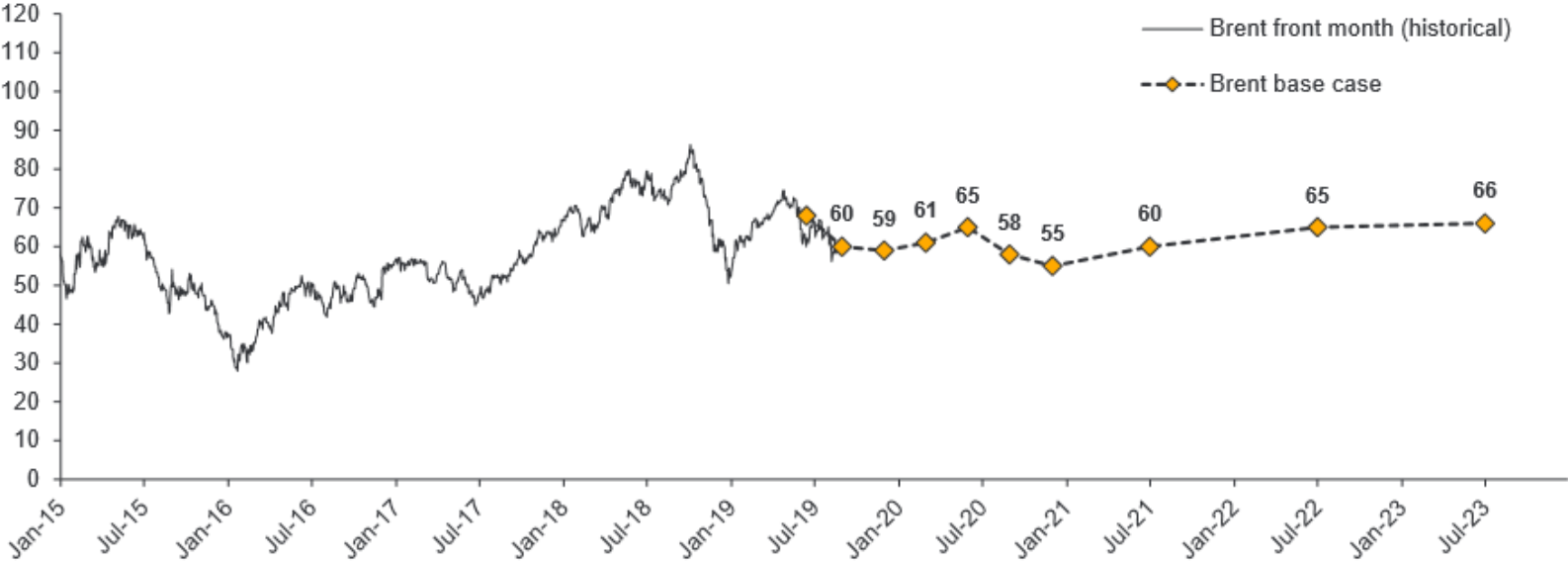
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13 November 2019

# A View From Rystad Energy

Our base case oil price outlook calls for long term Brent price around 65 USD/bbl

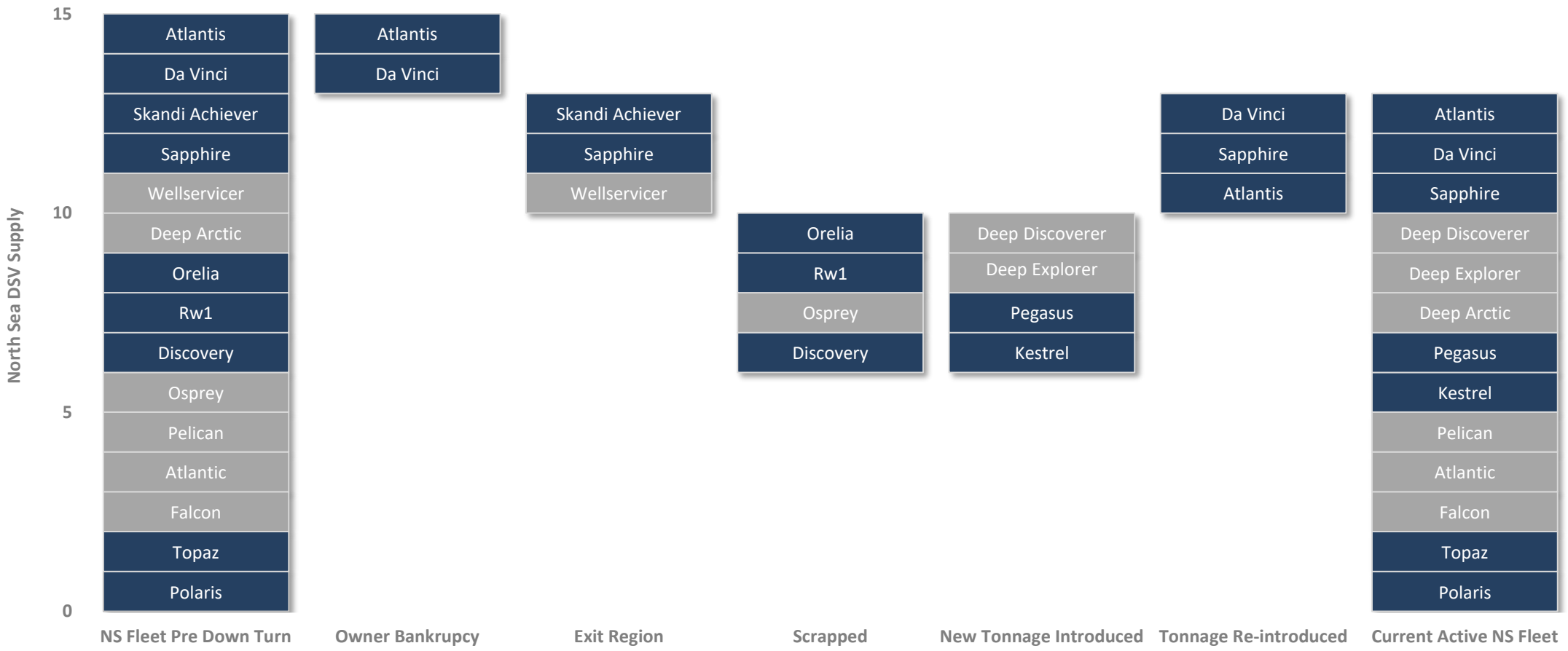
ICE Brent historical prices and Rystad Energy forecasts  
USD per barrel



**Oil price: Three essentials for a balanced 2020 oil market at \$60**

1. OPEC+ cut extension through 2020
2. Positive IMO effect on crude demand (~1.0 million bpd)
3. No global recession (i.e.. demand recovery)

# North Sea DSV Supply Restored And Modernised



Norway Spec

# Norway And UK Market

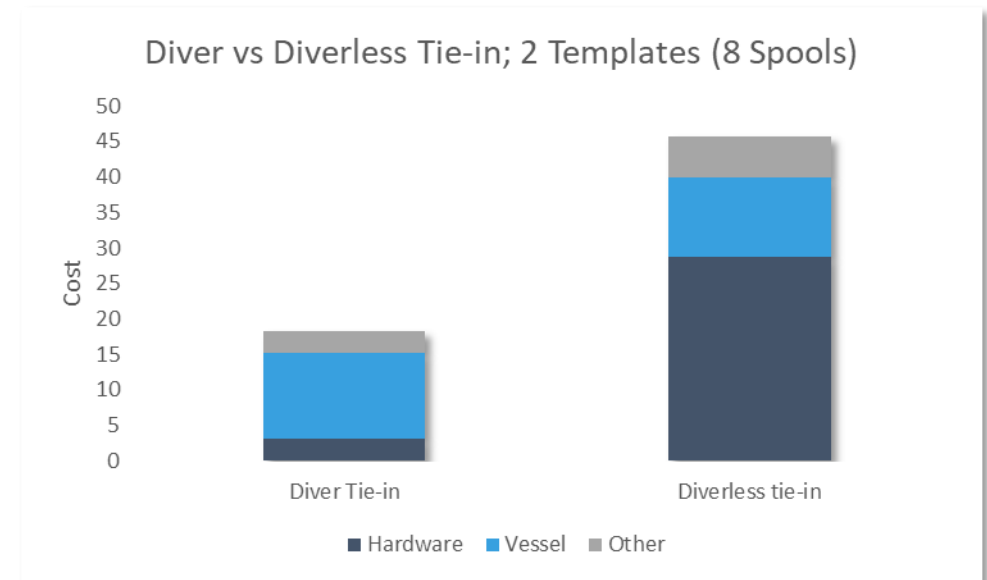
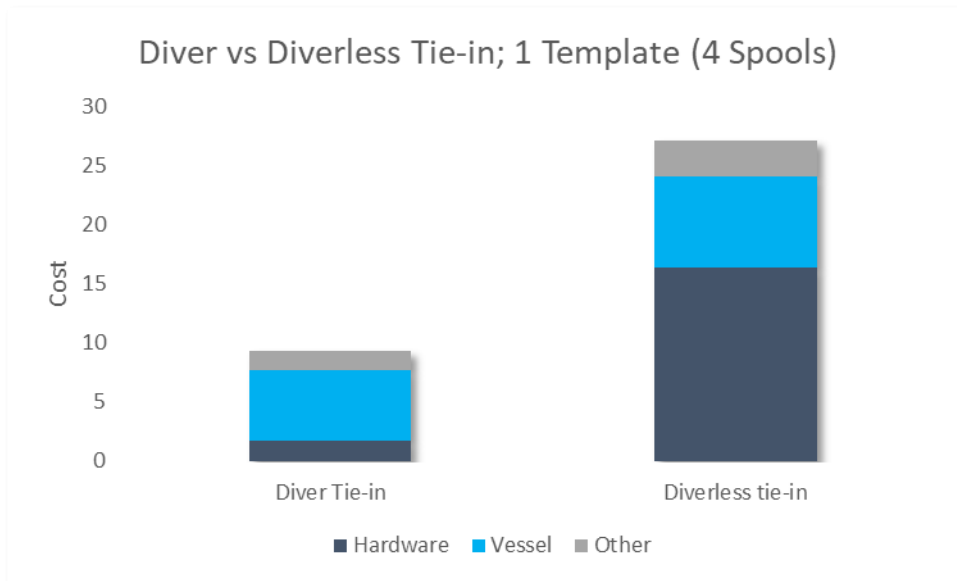


- Expect stable diving activity going forward, reduced from previous levels due to less CAPEX
- UK by far the largest diving market globally
- IMR diving provides stability
- Changing operatorships
- Diving as base case for SURF tie-ins
- Widespread client portfolio
- Medium to low-end diving market
- Competitive



- Expect stable diving activity going forward
- Total volume dictates 1-2 seasonal DSVs per year
- DSV activity mainly in combination with SURF activity. Limited/No IMR Diving
- Remote intervention as base case for SURF tie-ins mainly due to WD
- AkerBP and Equinor key enablers
- Entrance barrier due to regulations wrt support organisation and vessel spec
- High-end diving market
- Competitive

## Cost Will Determine Future Need for Diving



- Above examples are from a project for a North Sea client
- Concept evaluated at an early stage together with the client and suppliers
- Main savings to be made are on hardware
- Close cooperation with hardware supplier (S PS) is key for diving case
- In this case, diver assisted tie-ins represents a significant cost reduction

## Closing

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- Current North Sea Fleet has been replaced and modernised recent years
- No near term fleet investments expected
- Hardware standardisation potentially moving activity away from diving
- Early involvement and supplier-led solutions are key to cost reductions and diving inclusion in particular
- Diving will be required long term due to existing infrastructure and needs to be consciously sustained
- UK activity supports the Norwegian diving market
- Continued good safety track record on Diving operations is key

**THANK YOU**

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