

Denne melding til obligasjonseiere er kun utarbeidet på engelsk. For informasjon vennligst kontakt Nordic Trustee ASA

To the bondholders in:

ISIN NO 0010354632 - FRN Sea Production Ltd Senior Secured Callable Bonds Issue 2007/2012

Oslo, 17 August 2016

Information to Bondholders - PIK Interest

Nordic Trustee ASA (the "**Bond Trustee**") acts as trustee for the bondholders (the "**Bondholders**") in the above mentioned bond issue ("the "**Bonds**" or the "**Bond Issue**") issued by Sea Production Ltd. as issuer (the "**Issuer**"). Capitalised terms used herein shall have the meaning assigned to them in the bond agreement dated 9 February 2007 (as amended and restated) (the "**Bond Agreement**"), unless otherwise defined herein.

The Bond Trustee has received notice from the Issuer that it, pursuant to Clause 9.1 of the Bond Agreement, opts to pay the interest on the Bonds due on 15 August 2016 by way of PIK Interest (and not cash). This interest payment has thus be made in the form of additional Bonds based on the face value, and calculated based on the total number of Bonds on the Interest Payment Date. The interest rate used as basis for the PIK Interest is 14.95293 percentage points per annum.

Yours sincerely
Nordic Trustee ASA



Erik Marin-Andresen