

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

To the bondholders in:

ISIN NO 001071354.8 NOK 1,000,000,000 FRN Solstad Offshore ASA Senior Unsecured
Open Bond Issue 2014/2019 (SOFF04)

Oslo, 23 September 2016

Interest payment 26 September 2016

Nordic Trustee ASA ("**Bond Trustee**") acts as trustee for the holders of bonds (the "**Bondholders**") in the above mentioned bond issue (the "**Bonds**" or the "**Bond Issue**") issued by Solstad Offshore ASA as issuer (the "**Issuer**" or the "**Company**").

Capitalised terms used herein shall have the meaning assigned to them in the bond agreement dated 17 June 2014 (the "**Bond Agreement**"), unless otherwise expressly stated.

Reference is made to the resolution adopted by the Bondholders' Meeting 6 July 2016 (the "**Resolution**") pursuant to a summons to Bondholders' Meeting dated 22 June 2016 (the "**Summons**").

Implementation of the Resolution is subject to certain conditions set out in clause 3.8 of the Summons. The Issuer has informed the Bond Trustee that the Bank Amendments set out and defined therein will not be completed before the Interest Payment Date 24 September 2016, and consequently the Resolution will not be effective as of this date. The Issuer has however informed that it expects the Bank Amendments, and thereby the comprehensive plan to strengthen the Issuer's balance sheet as further set out in the Summons, to be completed within a reasonable timeframe.

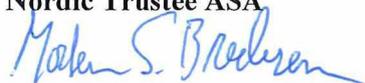
Upon such completion, the Resolution will become effective and the interest under the Bond Agreement shall be amended with effect from 30 June 2016 pursuant to clause 3.3 of the Summons. To facilitate this fact from a practical perspective, the Bond Trustee has agreed with the Issuer that interest payments to the Bondholders per 26 September 2016 will be made as if the Resolution was effective.

As security for the event that the Resolution will not become effective, the Issuer will deposit the difference between the old and new Margin, which equals 2.5% p.a. of Outstanding Bonds, at a client account held by the Bond Trustee.

The Bond Trustee will inform on www.stamdata.no when the Resolution has become effective.

Yours sincerely

Nordic Trustee ASA



Morten Bredesen