

## Strong improvement in Offshore & Specialized Vessels

STX Europe AS reported an EBITDA result for the Group of NOK 75 million for the second quarter of 2009, up from NOK 72 million in the corresponding period last year. With improved cost control and overall satisfactory operational performance, the business area Offshore & Specialized Vessels reported strong progress in the quarter with an EBITDA result of NOK 154 million, up 228 percent from the same period last year. Overall, activity levels remained high during the quarter, with the successful delivery of eleven vessels. Order intake in the quarter was NOK 3 993 million, resulting in an order backlog at the end of the first half of 2009 of NOK 35 367 million comprising 59 vessels.

In general, operations at the yards have progressed according to plan. During the first six months of 2009, STX Europe delivered a total of 22 vessels, of which eleven were delivered in the second quarter. Order intake was NOK 3 993 million in the quarter, up from NOK 592 million in the same period of 2008. The order backlog at the end of the period amounted to NOK 35 367 million comprising 59 vessels.

Within Cruise & Ferries, a negative EBITDA margin in the second quarter of -2.0 percent reflects increasing capacity costs in both Finland and France as well as costs related to staff layoffs. Furthermore, some projects have a negative impact on the results although the majority of ongoing projects within Cruise & Ferries are proceeding as expected.

Offshore & Specialized Vessels delivered a satisfying EBITDA margin of 6.5 percent for the second quarter of 2009, up from 1.7 percent in the same period of 2008.

The Board of Directors is pleased that the comprehensive improvement measures which have been implemented are starting to show results. This

should result in better operational stability, despite the current challenges related to low ordering activity. The Board of Directors is committed to continue the improvement processes and to strengthen the Company's position as the world's premier shipyard group for construction of large cruise vessels and advanced offshore services vessels.

During the quarter, it was announced that vessels built by STX Europe have won several prestigious awards, including *Ship of the Year* and the *Heyerdahl Environmental Award 2009*.

In May 2009, it was announced that Mr. Sang-Ho Shin had been appointed President & CEO of STX Europe. Mr. Shin came from the position as Chief Operating Officer of the company and brings with him extensive experience from thirty years in the shipbuilding industry. Sang-Ho Shin took over from Torstein Dale Sjøtveit.

After the end of the quarter, STX Europe sold its 30 percent ownership share in Wadan Yards Group AS.

Key financial figures (unaudited) <sup>1)</sup>	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	1H 08	1H 09	2008
<i>Amounts in NOK million</i>								
<b>Operating revenues</b>	<b>7 922</b>	<b>6 999</b>	<b>9 104</b>	<b>8 779</b>	<b>6 610</b>	<b>15 393</b>	<b>15 389</b>	<b>31 496</b>
<b>EBITDA</b>	<b>72</b>	<b>45</b>	<b>-728</b>	<b>6</b>	<b>75</b>	<b>282</b>	<b>81</b>	<b>-400</b>
EBITDA-margin (%)	0.9 %	0.7 %	-8.0 %	0.1 %	1.1 %	1.8 %	0.5 %	-1.3 %
<b>EBITA</b>	<b>-19</b>	<b>-50</b>	<b>-830</b>	<b>-95</b>	<b>-29</b>	<b>101</b>	<b>-124</b>	<b>-778</b>
EBITA-margin (%)	-0.2 %	-0.7 %	-9.1 %	-1.1 %	-0.4 %	0.7 %	-0.8 %	-2.5 %
EBIT	-23	-53	-601	-99	-33	93	-132	-561
<b>Profit from continuing operations</b>	<b>-52</b>	<b>-88</b>	<b>-486</b>	<b>-180</b>	<b>-37</b>	<b>-11</b>	<b>-217</b>	<b>-584</b>
Earnings per share (NOK)	-0.49	-0.81	-4.07	-1.36	-0.10	-0.10	-1.46	-4.97
Total assets	31 732	26 938	33 635	30 797	<b>31 103</b>	31 732	<b>31 103</b>	33 635
Equity	5 033	5 923	6 933	6 690	<b>6 697</b>	5 033	<b>6 697</b>	6 933
Equity ratio (%)	15.9 %	22.0 %	20.6 %	21.7 %	<b>21.5 %</b>	15.9 %	<b>21.5 %</b>	20.6 %
Net interest-bearing liabilities (+) / Deposits (-)	2 738	1 927	2 550	1 972	<b>2 447</b>	2 738	<b>2 447</b>	2 550
Cash & short-term ib. receivables	3 901	3 181	3 290	2 770	<b>2 271</b>	3 901	<b>2 271</b>	3 290
Net working capital	285	603	1 375	1 434	<b>1 976</b>	285	<b>1 976</b>	1 375
<b>Order intake</b>	<b>592</b>	<b>7 344</b>	<b>1 272</b>	<b>380</b>	<b>3 993</b>	<b>1 462</b>	<b>4 373</b>	<b>10 078</b>
<b>Order backlog</b>	<b>55 211</b>	<b>56 991</b>	<b>47 782</b>	<b>38 024</b>	<b>35 367</b>	<b>55 211</b>	<b>35 367</b>	<b>47 782</b>
Number of employees	15 825	15 185	16 411	16 283	<b>16 447</b>	15 825	<b>16 447</b>	16 411

## Report for the first half of 2009

### Group financials

The discussion of the financial results should be read together with the tabular information on page 7 onwards.

#### *Financial results second quarter 2009*

STX Europe had revenues in the second quarter of 2009 of NOK 6 610 million, down 16.6 percent compared with NOK 7 922 million in the corresponding period in 2008. The revenue level reflects the completion and delivery of eleven vessels during the quarter.

In the second quarter of 2009, STX Europe achieved an EBITDA result of NOK 75 million, up from NOK 72 million in the corresponding quarter of 2008. The EBITDA margin was 1.1 percent whereas the margin was 0.9 percent in the same period last year.

EBIT for the quarter was NOK -33 million. Net financial items were positive with NOK 29 million, while share of loss from associated companies was NOK -24 million. Pre-tax profit for the second quarter amounted to NOK -29 million, compared with NOK -52 million in the second quarter of 2008.

#### *Financial results first half of 2009*

STX Europe had revenues in the first half of 2009 of NOK 15 389 million, which is at the same level as in the corresponding period of 2008. The revenue level reflects overall high activity, with 22 deliveries during the first six months of 2009.

In the first half of 2009, STX Europe had an EBITDA result of NOK 81 million, compared with NOK 282 million in the corresponding period of 2008. The EBITDA margin was 0.5 percent whereas the margin was 1.8 percent in the same period last year.

EBIT for the first half year was NOK -132 million. Net financial items were negative with NOK -99 million, of which a significant part was related to unrealized currency losses in the first quarter. Pre-tax profit for the first half year was NOK -255 million, compared with NOK 24 million in 2008.

Net working capital as of 30 June 2009 was positive with NOK 1 976 million compared with NOK 1 434 million in the previous quarter and NOK 285 million at the end of June 2008. Total working capital was NOK 4 247 million at the end of the first half year.

Gross interest bearing debt was NOK 3 047 million at the end of June 2009. Net interest-bearing liabilities

were NOK 2 447 million, compared with NOK 1 972 million at the end of the first quarter.

### Business Area information

#### Cruise & Ferries

<i>In NOK million</i>	2Q 08	2Q 09	YTD 2008	YTD 2009	2008
Operating revenues	4 901	3 715	9 837	8 741	19 709
EBITDA	161	-73	311	-65	103
EBITDA margin %	3.3 %	-2.0 %	3.2 %	-0.7 %	0.5 %
Order intake	132	2 410	132	2 410	3 871
Order backlog	28 990	14 434	28 990	14 434	22 446

#### *Financial results - Cruise & Ferries*

The Cruise & Ferries business area had second quarter 2009 revenues of NOK 3 715 million, a reduction of 24.2 percent compared with the corresponding period of 2008. The EBITDA for the business area was NOK -73 million in the second quarter, giving an EBITDA margin of -2.0 percent.

The EBITDA result is affected by capacity costs in Finland and France of approximately NOK 100 million, due to lower utilization at the yards, and lack of new orders. Further, costs related to retraining of staff and layoffs influenced the results negatively.

The majority of ongoing projects are proceeding according to plan. However, some projects have influenced the results negatively.

At the end of the quarter, the Cruise & Ferries business area had an order backlog of NOK 14 434 million, consisting of ten vessels.

#### *Orders and deliveries - Cruise & Ferries*

During the second quarter the cruise ferry *Baltic Queen* was delivered from the Rauma yard in Finland. *Baltic Queen* is the fifth sophisticated cruise ferry delivered to Tallink from STX Europe. In addition, two LNG driven ferries, *Tidekongen* and *Tidedronningen*, built at the yard in Lorient in France were delivered to Tide Sjø in June. The third vessel in the series is scheduled for delivery in the third quarter. The ferries will operate in the Oslo Fjord.

The Cruise & Ferries order backlog at the end of the quarter consisted of ten vessels, including three ferries, one helicopter carrier, one offshore patrol vessel and five cruise ships. Among the cruise ships on order, three will be delivered from France; the *Norwegian Epic* for Norwegian Cruise Line, and the *MSC Splendida* and *MSC Magnifica* which will be the ninth and tenth cruise vessel delivered to MSC from the Saint-Nazaire yard. Among the vessels scheduled for delivery in 2009 is the *Oasis of the*

Seas, which will be the largest cruise ship ever built. Her sister vessel, the *Allure of the Seas*, is scheduled for delivery late 2010. Both vessels will be delivered from the Turku yard in Finland.

After the end of the quarter, *MSC Splendida* was delivered to MSC Cruises and LNG driven ferry *Tideprinsen* was delivered to Tide Sjø.

#### *Operation and market comments - Cruise & Ferries*

Overall, the operations at the Cruise & Ferries yards have progressed as planned during the second quarter. However, some projects are contributing negatively to the results. Due to the current low ordering activity all yards are facing reduced activity, which also affects the occupancy of the labor force.

Cruise ship operators continued to experience challenging market conditions during the second quarter of 2009 with the weaker economy affecting revenues and access to financing. Although the economic climate recently has shown some signs of improvement, the uncertain prospects of the world economy continue to affect the timing for ordering new vessels. According to recent reports, US consumer confidence appears to have leveled out. The extent to which consumer confidence will remain at depressed levels will determine how quickly cruise operators' revenues will recover.

STX Europe maintains close relationships with its customers in order to maintain the position as the preferred supplier when the confidence in the market returns. The Company believes that a gradual improvement in the cruise market will occur over the next twelve months, leading to more interest in ordering new and large cruise vessels. Having delivered all 15 of the world's largest cruise vessels, STX Europe is well positioned for market recovery.

The current global economic climate also affects ferry markets. Demand for new ferries is closely associated with commercial transport needs, arising from general economic development.

The Company is actively seeking to diversify its production portfolio at the yards producing cruise ships and ferries to also include icebreaking tonnage, tugs and other offshore related vessels and constructions. The company believes that, over time, this diversification strategy will make it less vulnerable to fluctuations in the cruise and ferry industry.

#### **Offshore & Specialized Vessels**

<i>In NOK million</i>	2Q 08	2Q 09	YTD 2008	YTD 2009	2008
Operating revenues	2 802	2 375	4 980	5 628	10 427
EBITDA	47	154	190	229	-29
EBITDA margin %	1.7 %	6.5 %	3.8 %	4.1 %	-0.3 %
Order intake	388	1 595	1 258	1 947	6 140
Order backlog	24 129	20 497	24 129	20 497	24 113

#### *Financial results - Offshore & Specialized Vessels*

The business area Offshore & Specialized Vessels had revenues in the second quarter of NOK 2 375 million. This represents a 15.2 percent decrease in the business area's revenues, compared with the corresponding quarter of 2008.

With the majority of ongoing projects progressing as planned, Offshore & Specialized Vessels achieved an EBITDA of NOK 154 million in the second quarter of 2009, giving an EBITDA margin of 6.5 percent, up from 1.7 percent in the same period last year.

Total order intake in the quarter amounted to NOK 1 595 million. Offshore & Specialized Vessels had an order backlog of 47 ships at a total value of NOK 20 497 million at the end of the period.

#### *Orders and deliveries - Offshore & Specialized Vessels*

Seven vessels were delivered from Offshore & Specialized Vessels in the second quarter 2009; two platform supply vessels, two anchor handling tug supply vessels and three other specialized vessels.

During the second quarter, STX Europe announced a new order for three tugs for operation in the Caspian Sea. The vessels will be delivered in 2010 and 2011, and the total value of the three contracts amounts to approximately NOK 750 million.

At the end of the second quarter, seven vessels of the series of ten anchor handling tug supply vessels to A.P. Moller – Maersk have been delivered. The eighth vessel in the series was delivered in July, and the remaining two will be delivered during 2009.

At the end of the quarter, the order backlog consisted of 47 Offshore & Specialized Vessels; 11 PSV's, 24 AHTS's and 12 other specialized vessels.

#### *Operation and market comments - Offshore & Specialized Vessels*

Operations at the yards producing Offshore & Specialized Vessels have proceeded as planned in the second quarter, with high activity levels and seven newbuilding deliveries. The order backlog gives satisfactory capacity utilization both for hull construction in Romania and at the outfitting yards in

Norway throughout 2009, with deliveries stretching into 2011 and later.

Demand for offshore service vessels is largely affected by the activity in worldwide offshore oil and gas markets. During the second quarter, the oil price increased steadily, thus enhancing the conditions for offshore oil and gas activity.

Platform supply vessel utilization improved during the quarter, especially for the larger vessels where utilization was close to 100 percent. Utilization was lower for anchor handling tug supply vessels, however spot rates improved during the period.

Access to financing is a prerequisite for ordering newbuilds. Together with the prevailing economic conditions, this will continue to influence the newbuilding market for Offshore & Specialized Vessels going forward, with the oil price fluctuations creating uncertainty for ship owners.

Stricter age requirements from charterers and more environmental and safety regulations create demand for vessels with innovative solutions and features for fuel saving, emission reductions and safety focus. STX Europe is well positioned within these segments.

### Other Operations

<i>In NOK million</i>	2Q 08	2Q 09	YTD 2008	YTD 2009	2008
Operating revenues	220	520	577	1 020	1 360
EBITDA	-135	-5	-218	-83	-474
Order intake	72	-12	72	16	72
Order backlog	2 092	436	2 092	436	1 223

### Financial results – Other Operations

The segment Other Operations includes the yard in Florø in Norway, units for development and sales of LNG technologies, arctic technologies and other solutions. Corporate costs are also presented under this segment.

Other Operations had revenues of NOK 520 million in the second quarter, an increase of 136.4 percent relative to the corresponding period last year. The increase in revenues reflects the completion and delivery of *Stolt Norland* during the quarter. In the second quarter, Other Operations had an EBITDA of NOK -5 million, compared with NOK -135 million in the corresponding quarter in 2008.

No new orders were entered into in the quarter, and the order backlog at the end of the period was NOK 436 million, consisting of two chemical tankers.

### Operation and market comments – Other Operations

The yard in Florø is building a series of six chemical tankers, of which the fourth vessel in the series, *Stolt Norland*, was delivered in June 2009. The backlog consisting of two more chemical tankers stretches into the first half of 2010 and new orders are needed to fill capacity going forward.

The yard is actively pursuing the market in order to identify projects where the yard can use its expertise. The yard is also evaluating how it may benefit from increased cooperation with the other units within STX Europe and the STX Business Group.

### Risk elements going forward

STX Europe's business operations imply an inherent risk which demands careful control and follow-up. For the coming six months, main risk elements are related to market risk, operational risk, financial risk and legal risk.

#### Market risk

Shipbuilding in general is subject to risk related to economic fluctuations and has historically been a cyclical industry. STX Europe is exposed to market risk in several areas, such as oil price, oil field explorations and developments, world trade, consumer- and business spending, and the global economic climate. These and other market risk factors may influence STX Europe's customers' willingness to order new vessels as well as their creditworthiness.

Furthermore, STX Europe is exposed to strong competition in the shipbuilding industry, which may adversely affect the company's ability to secure new shipbuilding contracts.

#### Operational risk

STX Europe's business operations imply an inherent risk which demands careful control and follow-up. STX Europe has a total of 59 highly complex, technically advanced vessels on order for delivery over the next three years. This implies an inherent risk related to project execution. Failure to meet schedule or performance guarantees or increases in contract costs can result in non-recoverable costs, which could exceed revenues from the applicable project.

#### Financial risk

STX Europe has a continuous need for financing both on parent company level and in subsidiaries through bank loans and guarantees, construction loans, credit facilities, bond loans, refund guarantees etc. As explained in the annual report for 2008 and the first quarter report for 2009, STX Europe will need access

to new and / or replacement of existing credit facilities and loans during 2009, including refinancing of the AKY 05 bond which expires on 5 October 2009 and extension of its revolving credit facility. The refinancing efforts are under way, and the Company has mandated Pareto Securities and Nordea Markets to assist in this respect.

Furthermore, new projects must obtain new financing. No assurance can be given that the company is able to service, maintain and refinance its debt, financings and / or guarantee facilities, comply with covenants, and obtain new financing for new projects.

In addition, STX Europe is exposed to financial risks related to elements such as exchange rates, interest rates, and counterparty risk.

#### *Legal risk*

The company may be exposed to legal claims from authorities, customers or other third parties. With its extensive worldwide operations, the company is from time to time involved in numerous legal disputes. No assurance can be given regarding the outcome of any such legal dispute.

#### **Transactions with closely related parties**

Following STX Norway AS' decision on the 23 January 2009 to effect a compulsory acquisition of all shares in STX Europe, STX Norway AS acquired STX Europe's holding of 5 000 000 treasury shares. The Board of Directors in STX Europe accepted the offered redemption price of NOK 45 per share. Following STX Norway AS' compulsory acquisition of the shares, STX Europe holds no treasury shares.

As of 6 August 2009 all outstanding shares were held by STX Business Group.

During the first quarter of 2009, proceeds from STX Europe's sale of treasury shares to STX Norway AS were used to repay NOK 110 million of the loan from STX Norway AS.

#### **Other matters**

In June, *Far Samson*, built by STX Europe, was awarded the prestigious *Ship of the Year* award for 2009 by both Offshore Shipping Journal (OSJ) and Skipsrevyen. This is the fifth time since 2000 that a ship delivered by STX Europe Langsten has been awarded *Ship of the Year*.

In addition, Farstad Shipping was awarded the *Heyerdahl Environmental Award 2009* for its two new offshore vessels, *Far Samson* and *Far Serenade* - both built by STX Europe - with the installation of innovative and more eco-friendly systems on board.

STX Europe was nominated for the *Clean Shipping Awards* within the category *Clean Innovation* for its newly developed LNG Hybrid Standby Vessel concept called FSV 02 LNG. Within the category *Clean Sea*, cruise ship *Oasis of the Seas*, ferry *Viking XPRS* and offshore vessel *Far Serenade* - all built by STX Europe - were nominated. *Oasis of the Seas* won for its Save the Waves program.

#### **Events after the end of the reporting period**

In July 2009, it was announced that STX Europe AS had sold its 30 percent ownership share in Wadan Yards Group AS ("Wadan Yards") to Luxembourg based Mandataria Finance S.A. Following the transaction, STX Europe holds no shares in Wadan Yards.

STX Europe AS also entered into an agreement with FLC West S.a.r.l. ("FLC West") to settle certain outstanding issues under the agreements concerning the sale of 70 percent of the shares in Wadan Yards to FLC West in July 2008.

The Company has previously announced that an affiliate of Wadan Yards, Wadan Yards MTW GmbH, filed for bankruptcy in June 2009. In August 2009 Wadan Yards MTW GmbH was formally declared bankrupt. As a consequence of this bankruptcy, and other factors related to the sale of Wadan Yards in 2008, it is likely that STX Europe may have to record losses/write-downs in subsequent reporting periods. At this stage it is premature to give guidance on the magnitude and timing of such potential losses, and this will be evaluated on an on-going basis as more information and likely outcomes become available.

#### **Outlook**

Within Offshore & Specialized Vessels, the current order backlog provides a good foundation for capacity utilization going forward. Activity at the yards remains high, but the general economic climate continues to influence customers' willingness and financial capacity to invest in newbuilds. Results from Offshore & Specialized Vessels are expected to remain stable and satisfactory for the remainder of 2009.

Within Cruise & Ferries, the orderbook is still at a reasonable level, consisting of ten large cruise ships, ferries and other vessels. However, due to the low ordering activity at present, the Cruise & Ferries yards are facing reduced activity, which also affects the occupancy of the labor force. Costs stemming from lower utilization rates at the yards in Finland and France are expected to negatively influence the Cruise & Ferries results for the remainder of 2009.

Diversification into new business areas for these yards could improve the situation over time.

Overall, STX Europe expects a gradual improvement in the ordering activity over the next twelve months, on the back of expected improvement in the world economy and financial markets. However, the number of new projects which is expected to come

up for bid in the second half of 2009 is expected to be limited.

As a world-wide leader in design and construction of very large cruise ships and advanced offshore service vessels, STX Europe is well positioned for such expected market recovery.

## Responsibility Statement

*We, the Board of Directors of STX Europe AS, confirm that, to the best of our knowledge, the condensed set of financial statements for the first half year of 2009 which has been prepared in accordance with IAS 34 Interim Financial Reporting gives a true and fair view of STX Europe's consolidated assets, liabilities, financial position and results of operations. We also confirm that, to the best of our knowledge, the first half 2009 report includes a fair review of important events that have occurred during the first six months of the financial year and their impact on the financial statements, any major related parties transactions, and a description of the principal risks and uncertainties for the remaining six months of the financial year, as required under the Norwegian Securities Trading Act section 5–6 fourth paragraph.*

Oslo, 6 August 2009

Kyung Jin Hong  
*Board Chairman*

Byung Ryoon Woo  
*Board member*

Karl Johan Breivik  
*Board member*

Sang-Ho Shin  
*Deputy Chairman and  
Managing Director*

Junpyo Chung  
*Board member*

Arne Otto Rogne  
*Board member*

Audun Grønnevik  
*Board member*

## Tabular information

### Profit and loss statement (unaudited)

	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
<i>Amounts in NOK million</i>								
<b>Operating revenues</b>	<b>7 922</b>	<b>6 999</b>	<b>9 104</b>	<b>8 779</b>	<b>6 610</b>	<b>15 393</b>	<b>15 389</b>	<b>31 496</b>
Operating expenses	-7 850	-6 953	-9 831	-8 773	-6 535	-15 111	-15 308	-31 896
Other net income	-	-	-	-	-	-	-	-
<b>EBITDA</b>	<b>72</b>	<b>45</b>	<b>-728</b>	<b>6</b>	<b>75</b>	<b>282</b>	<b>81</b>	<b>-400</b>
Ordinary depreciation	-91	-95	-102	-100	-104	-181	-205	-378
Amortization and write-downs	-4	-4	-6	-4	-4	-8	-8	-17
<b>EBIT before non recurring items</b>	<b>-23</b>	<b>-53</b>	<b>-836</b>	<b>-99</b>	<b>-33</b>	<b>93</b>	<b>-132</b>	<b>-796</b>
Impairment of goodwill / recognition of negative goodwill	-	-	241	-	-	-	-	241
Other non recurring items	-	-	-6	-	-	-	-	-6
<b>EBIT</b>	<b>-23</b>	<b>-53</b>	<b>-601</b>	<b>-99</b>	<b>-33</b>	<b>93</b>	<b>-132</b>	<b>-561</b>
Net financial items	-28	-43	22	-128	29	-70	-99	-90
Share of profit of associated companies	-	-	-28	-	-24	-	-24	-28
<b>Profit before tax</b>	<b>-52</b>	<b>-96</b>	<b>-608</b>	<b>-227</b>	<b>-29</b>	<b>24</b>	<b>-255</b>	<b>-679</b>
Tax	-	8	121	47	-9	-34	39	95
<b>Profit from continuing operations</b>	<b>-52</b>	<b>-88</b>	<b>-486</b>	<b>-180</b>	<b>-37</b>	<b>-11</b>	<b>-217</b>	<b>-584</b>
Profit from discontinued operations	-81	791	-32	-	-	-135	-	624
<b>Profit after tax</b>	<b>-134</b>	<b>703</b>	<b>-518</b>	<b>-180</b>	<b>-37</b>	<b>-146</b>	<b>-217</b>	<b>40</b>
Minority interests	-1	-	45	26	26	-	51	44
Equity holders of STX Europe AS	-135	703	-473	-154	-12	-146	-166	84
<b>Earnings per share</b>								
Earnings per share	-1.24	6.47	-4.36	-1.36	-0.10	-1.36	-1.46	0.77
Diluted earnings per share	-1.24	6.47	-4.36	-1.36	-0.10	-1.36	-1.46	0.77
<b>Earnings per share for continuing operations</b>								
Earnings per share for continuing operations	-0.49	-0.81	-4.07	-1.36	-0.10	-0.10	-1.46	-4.97
Diluted earnings per share for continuing operations	-0.49	-0.81	-4.07	-1.36	-0.10	-0.10	-1.46	-4.97

## Statement of Comprehensive Income (unaudited)

Amounts in NOK million	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
<b>Profit for the period</b>	<b>-134</b>	<b>703</b>	<b>-518</b>	<b>-180</b>	<b>-37</b>	<b>-146</b>	<b>-217</b>	<b>40</b>
Exchange differences on translation of foreign operations	-19	187	781	-567	39	19	-528	987
Tax on translation exchange difference considered as part of the Group's net investment in the foreign subsidiary	-	-	-13	11	-	-	11	-13
Net (loss) / gain on available-for-sale financial assets	-	-	-	-	-	-	-	-
Change in minority interests	-	-	-	-	-	-	-	-
<b>Other comprehensive income</b>	<b>-19</b>	<b>187</b>	<b>768</b>	<b>-556</b>	<b>39</b>	<b>19</b>	<b>-517</b>	<b>974</b>
<b>Comprehensive income for the period, net of tax</b>	<b>-153</b>	<b>890</b>	<b>250</b>	<b>-736</b>	<b>1</b>	<b>-127</b>	<b>-734</b>	<b>1 014</b>
Minority interests	-3	-	44	135	17	-	152	43
Equity holders of STX Europe AS	-156	890	293	-601	22	-128	-579	1 056

## Balance sheet (unaudited)

### Assets

<i>Amounts in NOK million</i>	30.06.2008	30.06.2009	31.12.2008
<b>Property, plant &amp; equipment</b>	<b>2 747</b>	<b>3 043</b>	<b>3 329</b>
Goodwill	1 293	1 316	1 333
Other intangible assets	34	33	46
<b>Total intangible assets</b>	<b>1 327</b>	<b>1 350</b>	<b>1 379</b>
Deferred tax assets	621	889	923
Associated companies	5	289	313
Available for sale financial assets	31	20	22
Interest-bearing long term receivables	38	66	74
Other long term assets	39	75	68
<b>Total financial assets</b>	<b>734</b>	<b>1 339</b>	<b>1 399</b>
<b>Total non-current assets</b>	<b>4 808</b>	<b>5 732</b>	<b>6 107</b>
Current operating assets	17 773	23 099	24 238
Interest-bearing short term receivables	104	21	28
<b>Total receivables and other current assets</b>	<b>17 877</b>	<b>23 121</b>	<b>24 266</b>
<b>Cash and bank deposits</b>	<b>3 797</b>	<b>2 250</b>	<b>3 262</b>
<b>Total current assets</b>	<b>21 674</b>	<b>25 371</b>	<b>27 528</b>
Assets held for sale	5 250	-	-
<b>Total assets</b>	<b>31 732</b>	<b>31 103</b>	<b>33 635</b>

### Equity and liabilities

<i>Amounts in NOK million</i>	30.06.2008	30.06.2009	31.12.2008
Paid-in capital	702	722	702
Other paid-in capital	3 000	3 207	3 000
Other reserves	-187	352	766
Retained earnings	1 476	1 307	1 297
<b>Total equity attributable to equity holders of the parent</b>	<b>4 991</b>	<b>5 588</b>	<b>5 766</b>
Minority interest	41	1 108	1 167
<b>Total equity</b>	<b>5 033</b>	<b>6 697</b>	<b>6 933</b>
<b>Long term interest-bearing liabilities</b>	<b>2 525</b>	<b>2 608</b>	<b>2 255</b>
Deferred tax liability	9	8	7
Non-current provisions	222	80	117
Other long-term liabilities	356	148	150
<b>Total non-current liabilities</b>	<b>3 112</b>	<b>2 845</b>	<b>2 529</b>
Construction loans	7 243	12 093	10 725
Other short term interest-bearing liabilities	1 014	439	1 311
Current provisions	290	318	511
Current operating liabilities	9 955	8 712	11 627
<b>Total current liabilities</b>	<b>18 503</b>	<b>21 562</b>	<b>24 174</b>
<b>Total liabilities</b>	<b>21 615</b>	<b>24 406</b>	<b>26 702</b>
Liabilities held for sale	5 085	-	-
<b>Total equity and liabilities</b>	<b>31 732</b>	<b>31 103</b>	<b>33 635</b>

### Statement of changes in shareholders equity (unaudited)

<i>Amounts in NOK million</i>	Share capital	Share premium	Other paid-in capital	Other reserves	Retained earnings	Total equity of shareholders	Minority interests	Total equity
<b>Equity as of 1 January 2009</b>	<b>434</b>	<b>268</b>	<b>3 000</b>	<b>766</b>	<b>1 297</b>	<b>5 766</b>	<b>1 167</b>	<b>6 933</b>
Net profit	-	-	-	-	-166	-166	-51	-217
Other comprehensive income	-	-	-	-414	-	-414	-101	-515
Change in minority interest	-	-	-	-	-30	-30	7	-22
Fair value changes	-	-	-	-	-	-	-	-
Dividend to shareholders	-	-	-	-	-	-	-	-
Convertible debt	-	-	207	-	-	207	86	293
Treasury shares	20	-	-	-	205	225	-	225
<b>Equity as of 30 June 2009</b>	<b>454</b>	<b>268</b>	<b>3 207</b>	<b>352</b>	<b>1 307</b>	<b>5 588</b>	<b>1 108</b>	<b>6 697</b>
<i>Amounts in NOK million</i>								
<b>Equity as of 1 January 2008</b>	<b>434</b>	<b>268</b>	<b>3 000</b>	<b>-206</b>	<b>1 623</b>	<b>5 119</b>	<b>41</b>	<b>5 160</b>
Net profit	-	-	-	-	-146	-146	-	-146
Other comprehensive income	-	-	-	19	-	19	-	19
Change in minority interest	-	-	-	-	-	-	-	-
Fair value changes	-	-	-	-	-	-	-	-
Dividend to shareholders	-	-	-	-	-	-	-	-
Treasury shares	-	-	-	-	-	-	-	-
<b>Equity as of 30 June 2008</b>	<b>434</b>	<b>268</b>	<b>3 000</b>	<b>-187</b>	<b>1 476</b>	<b>4 991</b>	<b>41</b>	<b>5 033</b>
<i>Amounts in NOK million</i>								
<b>Equity as of 1 January 2008</b>	<b>434</b>	<b>268</b>	<b>3 000</b>	<b>-206</b>	<b>1 623</b>	<b>5 119</b>	<b>41</b>	<b>5 160</b>
Net profit	-	-	-	-	84	84	-44	40
Other comprehensive income	-	-	-	972	-	972	1	973
Change in minority interest	-	-	-	-	-410	-410	1 169	759
Fair value changes	-	-	-	-	-	-	-	-
Dividend to shareholders	-	-	-	-	-	-	-	-
Treasury shares	-	-	-	-	-	-	-	-
<b>Equity as of 31 December 2008</b>	<b>434</b>	<b>268</b>	<b>3 000</b>	<b>766</b>	<b>1 297</b>	<b>5 766</b>	<b>1 167</b>	<b>6 933</b>

## Cash Flow (unaudited)

Amounts in NOK million	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
CF from operations	46	105	-386	89	-23	242	66	-39
+ Change in working capital	-1 666	-713	-878	-523	-532	-1 282	-1 055	-2 873
= CF from operating activities	-1 621	-607	-1 264	-434	-555	-1 041	-989	-2 912
+ CF from investing activities	-120	670	-273	-19	-122	-29	-141	367
+ CF from financing activities	228	-926	1 302	48	78	226	126	601
<b>Net increase/decrease in cash and cash equivalents</b>	<b>-1 512</b>	<b>-864</b>	<b>-237</b>	<b>-406</b>	<b>-599</b>	<b>-844</b>	<b>-1 004</b>	<b>-1 945</b>
Effect of FX rate changes	-42	154	412	-112	104	3	-8	569
<b>Cash and cash equivalents at beginning of period</b>	<b>5 350</b>	<b>3 797</b>	<b>3 087</b>	<b>3 262</b>	<b>2 745</b>	<b>4 638</b>	<b>3 262</b>	<b>4 638</b>
<b>Cash and cash equivalents at end of period<sup>1</sup></b>	<b>3 797</b>	<b>3 087</b>	<b>3 262</b>	<b>2 745</b>	<b>2 250</b>	<b>3 797</b>	<b>2 250</b>	<b>3 262</b>
Restricted cash at end of period	1 638	1 159	497	336	499	1 638	499	497

## Working capital (unaudited)

Amounts in NOK million	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09
Current operating assets	17 773	18 403	24 238	22 208	23 099
- Current operating liabilities	-10 246	-10 048	-12 138	-9 868	-9 030
- Construction loans	-7 243	-7 752	-10 725	-10 906	-12 093
<b>= Net working capital</b>	<b>285</b>	<b>603</b>	<b>1 375</b>	<b>1 434</b>	<b>1 976</b>
+ Cash and bank deposits	2 924	3 087	3 262	2 745	2 250
+ Current interest-bearing receivables	104	94	28	25	21
<b>= Total working capital</b>	<b>3 313</b>	<b>3 783</b>	<b>4 665</b>	<b>4 204</b>	<b>4 247</b>

## Net interest bearing liabilities (unaudited)

Amounts in NOK million	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09
Long term interest-bearing liabilities	2 525	2 018	2 255	2 620	2 608
+ Short term interest-bearing liabilities (excl. construction loans)	1 014	665	1 311	455	439
- Long term interest-bearing receivables	-38	-63	-74	-71	-66
- Current interest-bearing receivables	-104	-94	-28	-25	-21
- Cash and bank deposits	-2 924	-3 087	-3 262	-2 745	-2 250
+ project related cash	2 266	2 487	2 348	1 737	1 737
<b>= Net interest bearing liabilities</b>	<b>2 738</b>	<b>1 927</b>	<b>2 550</b>	<b>1 972</b>	<b>2 447</b>

## Business Area information (unaudited)

### Cruise & Ferries

Amounts in NOK million	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
Operating revenues	4 901	3 830	6 042	5 026	3 715	9 837	8 741	19 709
<b>EBITDA</b>	<b>161</b>	<b>133</b>	<b>-341</b>	<b>8</b>	<b>-73</b>	311	<b>-65</b>	<b>103</b>
EBITDA-margin (%)	3.3 %	3.5 %	-5.6 %	0.2 %	<b>-2.0 %</b>	3.2 %	<b>-0.7 %</b>	0.5 %
<b>EBITA</b>	<b>102</b>	<b>73</b>	<b>-408</b>	<b>-59</b>	<b>-143</b>	<b>192</b>	<b>-202</b>	<b>-142</b>
EBIT before non recurring items	100	72	-410	-61	<b>-145</b>	189	<b>-206</b>	-149
Order intake	132	3 124	615	-	<b>2 410</b>	132	<b>2 410</b>	3 871
Order backlog	28 990	29 472	22 446	15 531	<b>14 434</b>	28 990	<b>14 434</b>	22 446

### Offshore & Specialized Vessels

Amounts in NOK million	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
Operating revenues	2 802	2 678	2 769	3 253	<b>2 375</b>	4 980	<b>5 628</b>	10 427
<b>EBITDA</b>	<b>47</b>	<b>-84</b>	<b>-136</b>	<b>75</b>	<b>154</b>	<b>190</b>	<b>229</b>	<b>-29</b>
EBITDA-margin (%)	1.7 %	-3.1 %	-4.9 %	2.3 %	<b>6.5 %</b>	3.8 %	<b>4.1 %</b>	-0.3 %
<b>EBITA</b>	<b>22</b>	<b>-113</b>	<b>-166</b>	<b>47</b>	<b>124</b>	<b>140</b>	<b>171</b>	<b>-139</b>
EBIT before non recurring items	22	-118	-162	46	<b>124</b>	139	<b>169</b>	-141
Order intake	388	4 221	661	352	<b>1 595</b>	1 258	<b>1 947</b>	6 140
Order backlog	24 129	25 955	24 113	21 664	<b>20 497</b>	24 129	<b>20 497</b>	24 113

### Other Operations

Amounts in NOK million	Quarterly results					Year-to-date		Full year
	2Q 08	3Q 08	4Q 08	1Q 09	2Q 09	2008	2009	2008
Operating revenues	220	491	292	500	<b>520</b>	577	<b>1 020</b>	1 360
<b>EBITDA</b>	<b>-135</b>	<b>-4</b>	<b>-252</b>	<b>-78</b>	<b>-5</b>	<b>-218</b>	<b>-83</b>	<b>-474</b>
<b>EBITA</b>	<b>-142</b>	<b>-10</b>	<b>-256</b>	<b>-82</b>	<b>-10</b>	<b>-230</b>	<b>-92</b>	<b>-496</b>
EBIT before non recurring items	<b>-144</b>	<b>-7</b>	<b>-23</b>	<b>-84</b>	<b>-12</b>	-233	<b>-96</b>	<b>-263</b>
Order intake	72	-	-	28	<b>-12</b>	72	<b>16</b>	72
Order backlog	2 092	1 564	1 223	829	<b>436</b>	2 092	<b>436</b>	1 223

## Notes to the interim financial statements 2<sup>nd</sup> quarter 2009

### Note 1 Reporting entity

STX Europe AS is a company domiciled in Norway. The interim financial statements for the second quarter 2009 ended 30 June comprise STX Europe AS and its subsidiaries (together referred to as the "Group" and the Group's interests in associates).

The consolidated financial statements of the Group as at and for the year ended 31 December 2008 are available at [www.stxeurope.com](http://www.stxeurope.com).

### Note 2 Statement of compliance

These interim financial statements have been prepared in accordance with international Financial Reporting Standards (IFRS) IAS 34 Interim Financial Reporting. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the year ended 31 December 2008.

These interim financial statements were approved by the Board of Directors 6 August 2009.

### Note 3 Significant accounting principles

The accounting policies applied by the Group in these interim financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2008 except for the adoption of new standards and interpretations as of 1 January 2009, noted below:

#### IAS 1 Revised Presentation of Financial Statements

This revised Standard separates owner and non-owner changes in equity. The statement of changes in equity only details of transactions with owners, with non-owner changes in equity presented separately. In addition, the Standard introduces the statement of comprehensive income: it presents all items of recognized income and expense, either in one single statement, or in two linked statements. The Group has elected to present two statements. Previous quarters have been reclassified to be comparable.

### Note 4 Estimates

The preparation of interim financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgments made by management in preparing these interim financial statements in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2008.

### Note 5 Interest bearing loans

For interest bearing loans the following repayments and new debts were made in the second quarter and first half of 2009;

<i>Amounts in NOK million</i>	<b>2Q 2009</b>	<b>1H 2009</b>
<b>Opening balance</b>	<b>3 075</b>	<b>3 566</b>
Changes revolving credit facility	-	70
Long term loan STX	-	-110
Loan France	-	-323
Finland - Varma loan	-	-
Net changes other interest bearing debt	-31	-55
Currency translation	3	-101
<b>Closing balance</b>	<b>3 047</b>	<b>3 047</b>

## Contact information:

### Headquarter:

STX Europe AS  
Karenslyst allé 57  
P.O. Box 453 Skøyen  
Oslo, Norway  
Tel: + 47 21 02 15 00

### Investor relations:

Elise Heidenreich  
VP IR & Communications  
Tel: +47 21 02 15 19  
Mob: +47 95 14 11 47

---

### Disclaimer

This press release includes and is based, inter alia, on forward-looking information and statements that are subject to risks and uncertainties that could cause actual results to differ. Such forward-looking information and statements are based on current expectations, estimates and projections about global economic conditions, the economic conditions of the regions and industries that are major markets for STX Europe AS and its subsidiaries and affiliates (the "STX Europe Group") lines of business. These expectations, estimates, and projections are generally identifiable by statements containing words such as "expects," "believes," "estimates" or similar expressions. Important factors that could cause actual results to differ materially from those expectations include, among others, economic and market conditions in the geographic areas and industries that are or will be major markets for the STX Europe Group's businesses, oil prices, market acceptance of new products and services, changes in governmental regulations, interest rates, fluctuations in currency exchange rates and such other factors as may be discussed from time to time. Although STX Europe AS believes that its expectations and the information in this Press release were based upon reasonable assumptions at the time when they were made, it can give no assurance that those expectations will be achieved or that the actual results will be as set out in this Press release. Neither STX Europe AS nor any other company within the STX Europe Group is making any representation or warranty, expressed or implied, as to the accuracy, reliability or completeness of the information in the Press release, and neither STX Europe AS, any other company within the STX Europe Group nor any of their directors, officers or employees will have any liability to you or any other persons resulting from your use of the information in the Press release.

STX Europe AS undertakes no obligation to publicly update or revise any forward-looking information or statements in the press release, other than what is required by law.

The STX Europe Group consists of many legally independent entities, constituting their own separate identities. *STX Europe* is used as the common brand or trade mark for most of these entities. In this press release we may sometimes use "STX Europe," "Group," "we," or "us," when we refer to STX Europe companies in general or where no useful purpose is served by identifying any particular STX Europe company.