

FIRST QUARTER 2011

Financials

(Figures in brackets refer to the corresponding period of 2010)

Operating profit for the first quarter came to USD 14.1 million (USD 40 million). Utilisation of the rigs declined to 61 per cent (73 per cent).

Safe Esbjerg, Safe Lancia, Jasminia, Safe Hibernia, Safe Britannia and Safe Regency have been fully utilised in the first quarter.

MSV Regalia operated for BP at Valhall on the Norwegian Continental Shelf from mid March.

Safe Scandinavia operated for BP at Valhall on the Norwegian Continental Shelf until mid March.

Safe Caledonia commenced operation for BG on the UK Continental Shelf in the beginning of March.

MSV Regalia, Safe Scandinavia and Safe Caledonia have carried out parts of their annual maintenance work in the first quarter. Safe Bristolia has undertaken a five-year special periodic survey during the first quarter.

In the first quarter, Safe Concordia was mobilising to Brazil. Safe Astoria and Safe Bristolia were idle in the first quarter.

Net financial expenses for the first quarter were USD 7.9 million (USD 12.4 million). This reduction is due to a favourable revaluation of forward exchange contracts.

Net profit amounted to USD 6.8 million (USD 26.8 million), and earnings per share to USD 0.03 (USD 0.12).

Total assets at 31 March amounted to USD 1 294 million (USD 1 352.6 million), while the book equity ratio rose to 32.5 per cent (22.2 per cent).

Dividend and refinancing

The Board of Directors resolved on 25 May 2011 to declare an interim dividend equivalent to USD 0.148 per share to shareholders of record as of 8 June 2011. The shares will trade ex-dividend on 6

June 2011. The dividend will be paid in the form of NOK 0.82 per share on 22 June 2011.

The board has resolved to initiate a process of exploring the possibilities of refinancing the company's bank debt, followed by a review of the dividend policy.

Outlook

Six of Prosafe's rigs are on bareboat charters in Mexico for end-user Pemex. The six rigs have firm contracts as follows;

Safe Lancia until end-December 2012, Jasminia until end-December 2012, Safe Hibernia until mid-December 2011, Safe Britannia until mid-January 2013, Safe Bristolia until end-March 2013 and Safe Regency until beginning of August 2013.

Safe Esbjerg is operating for Mærsk Oil & Gas in the Danish North Sea until end-August 2011.

Safe Caledonia commenced on a nine-month contract with BG in the UK North Sea in the beginning of March 2011. The contract has two months of extension options.

MSV Regalia commenced operations for BP Norge in the Norwegian North Sea in mid-March and is expected to operate until October 2011. MSV Regalia has a six-month contract with Talisman, expected to commence in the beginning of March 2012.

Safe Scandinavia commenced a six-month contract with Statoil in early April 2011. Thereafter the rig is scheduled to start operation for BP in October 2011.

Safe Concordia arrived in Rio de Janeiro on 10 April, and was on standby dayrate from 18 April up to charter commencement in late May. The rig has a three-year contract with Petrobras.

Safe Astoria is currently idle and will undertake an upgrade and a five-year special periodic survey until the end of September.

In the North Sea, the majority of fixed installations are mature and require both maintenance and

modifications to keep up production and ensure safe operations. Furthermore, the technological development in combination with the high oil price should lead to increased activity related to improved oil recovery (IOR) and life extensions of fields. Consequently, the outlook for modification, IOR and maintenance projects over the coming years appears positive.

In Mexico we expect stable demand going forward. The demand is mainly driven by the efforts of keeping up oil production at the Cantarell field in Mexico.

Brazil has been established as a substantial market for safety and maintenance units through three contract awards over the past year. Prosafe won one of these contracts. Based on the high exploration and development activity offshore Brazil, the long-term demand picture looks promising. There is also potential for increases in demand in the short-to-medium term, but timing remains uncertain.

In summary, the demand outlook for semi-submersible accommodation rigs for the core market regions appears to be positive. Furthermore, there is a growing interest for semi-submersible accommodation rigs in other regions.

Larnaca, 25 May 2011

The board of directors of Prosafe SE

CONSOLIDATED INCOME STATEMENT

(Unaudited figures in USD million)	Q1 11	Q4 10	Q1 10	2010
Operating revenues	71.1	75.3	87.4	442.4
Operating expenses	(41.3)	(41.4)	(32.0)	(159.3)
Operating profit before depreciation	29.8	33.9	55.4	283.1
Depreciation	(15.7)	(15.5)	(15.4)	(62.0)
Operating profit	14.1	18.4	40.0	221.1
Interest income	0.1	0.1	0.1	0.3
Interest expenses	(10.1)	(10.5)	(10.9)	(42.9)
Other financial items	2.1	22.2	(1.6)	23.7
Net financial items	(7.9)	11.8	(12.4)	(18.9)
Profit before taxes	6.2	30.2	27.6	202.2
Taxes	0.6	(0.2)	(0.8)	(3.7)
Net profit	6.8	30.0	26.8	198.5
EPS	0.03	0.13	0.12	0.89
Diluted EPS	0.03	0.13	0.12	0.89

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

(Unaudited figures in USD million)	Q1 11	Q4 10	Q1 10	2010
Net profit for the period	6.8	30.0	26.8	198.5
Foreign currency translation	(3.3)	0.0	2.0	0.9
Revaluation hedging instruments	7.0	10.3	(1.2)	8.8
Revaluation shares	0.0	(10.1)	8.5	0.0
Other comprehensive income	3.7	0.2	9.3	9.7
Comprehensive income	10.5	30.2	36.1	208.2

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

(Unaudited figures in USD million)	31.03.11	31.12.10	31.03.10
Goodwill	226.7	226.7	226.7
Rigs	911.2	898.8	908.4
Other non-current assets	4.5	4.5	4.6
Total non-current assets	1 142.4	1 130.0	1 139.7
Cash and deposits	78.7	98.3	99.5
Assets held for sale	0.0	0.0	62.6
Other current assets	72.9	38.1	50.8
Total current assets	151.6	136.4	212.9
Total assets	1 294.0	1 266.4	1 352.6
Share capital	63.9	63.9	63.9
Other equity	356.9	346.4	236.1
Total equity	420.8	410.3	300.0
Interest-free long-term liabilities	74.1	77.5	100.9
Interest-bearing long-term debt	711.4	705.4	873.6
Total long-term liabilities	785.5	782.9	974.5
Other interest-free current liabilities	84.1	73.2	78.1
Current portion of long-term debt	3.6	0.0	0.0
Total current liabilities	87.7	73.2	78.1
Total equity and liabilities	1 294.0	1 266.4	1 352.6

CONSOLIDATED CASH FLOW STATEMENT

(Unaudited figures in USD million)	Q1 11	Q4 10	Q1 10	2010
Profit before taxes	6.2	30.2	27.6	202.2
Unrealised currency (gain)/loss on debt	5.5	(0.2)	(2.9)	(1.7)
Depreciation	15.7	15.5	15.4	62.0
Financial income	(0.1)	(0.1)	(0.1)	(0.3)
Financial costs	10.1	10.5	10.9	42.9
Change in working capital	(23.9)	123.9	10.5	80.9
Other items from operating activities	0.9	(36.8)	8.4	(16.9)
Net cash flow from operating activities	14.4	143.0	69.8	369.1
Acquisition of tangible assets	(28.1)	(23.0)	(10.0)	(46.9)
Interests received	0.1	0.1	0.1	0.3
Net cash flow from investing activities	(28.0)	(22.9)	(9.9)	(46.6)
Proceeds from new interest-bearing debt	100.4	20.0	30.0	50.0
Repayment of interest-bearing debt	(96.3)	(130.0)	(68.0)	(258.0)
Dividends paid	0.0	(20.2)	0.0	(61.8)
Interests paid	(10.1)	(10.5)	(10.9)	(42.9)
Net cash flow from financing activities	(6.0)	(140.7)	(48.9)	(312.7)
Net cash flow	(19.6)	(20.6)	11.0	9.8
Cash and deposits at beginning of period	98.3	118.9	88.5	88.5
Cash and deposits at end of period	78.7	98.3	99.5	98.3

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

(Unaudited figures in USD million)	Q1 11	Q4 10	Q1 10	2010
Equity at beginning of period	410.3	400.3	263.9	263.9
Comprehensive income for the period	10.5	30.2	36.1	208.2
Dividends	0.0	(20.2)	0.0	(61.8)
Equity at end of period	420.8	410.3	300.0	410.3

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: GENERAL INFORMATION

Prosafe SE is a public limited company domiciled in Larnaca, Cyprus. Prosafe SE is listed on the Oslo Stock Exchange with ticker code PRS. The consolidated financial statements for the first quarter of 2011 were authorised for issue in accordance with a resolution of the board of directors on 25 May 2011. The accounting figures are unaudited.

NOTE 2: ACCOUNTING PRINCIPLES

This interim financial report has been prepared in accordance with International Financial Reporting Standards (IFRS), including IAS 34 Interim Financial Reporting. The accounting principles adopted are consistent with those of the previous financial year.

KEY FIGURES	Q1 11	Q4 10	Q1 10	2010
Operating margin	19.8 %	24.4 %	45.8 %	50.0 %
Equity ratio	32.5 %	32.4 %	22.2 %	32.4 %
Return on equity	6.5 %	35.6 %	38.0 %	58.9 %
Net interest bearing debt (USD million)	636.3	607.1	774.1	607.1
Number of shares (1 000)	229 937	229 937	229 937	229 937
Average no. of outstanding shares (1 000)	222 949	222 942	222 942	222 942
USD/NOK exchange rate at end of period	5.51	5.86	5.98	5.86
Share price (NOK)	41.97	46.40	31.19	46.40
Share price (USD)	7.62	7.92	5.22	7.92
Market capitalisation (NOK million)	9 650	10 669	7 172	10 669
Market capitalisation (USD million)	1 751	1 821	1 199	1 821

NOTES TO KEY FIGURES

Operating margin = (Operating profit / Operating revenues) * 100

Equity ratio = (Equity / Total assets) * 100

Return on equity = Annualised [Net profit / Average book equity]

Net interest-bearing debt = Interest-bearing debt - Cash and deposits

SHAREHOLDERS AS AT 12.05.2011

	No. of shares	Ownership
Folketrygdfondet	16 646 685	7.2 %
Pareto	14 600 672	6.3 %
Goldman Sachs (nom)	11 939 556	5.2 %
KAS Dep. Trust (nom)	10 510 563	4.6 %
Brown Brothers Harriman	8 178 627	3.6 %
State Street Bank & Trust (nom)	8 000 410	3.5 %
Clearstream Banking (nom)	7 287 760	3.2 %
Prosafe SE	6 988 031	3.0 %
JP Morgan Chase Bank (nom)	6 966 887	3.0 %
JP Morgan Chase Bank (nom)	6 048 497	2.6 %
Total 10 largest	119 617 807	52.0 %

Total no. of shares: 229 936 790