



PRESS RELEASE

Paris, September 26, 2018

1st HALF 2018 RESULTS

- **Confirmation of the ongoing upturn of the global O&G activity**
 - Resumption of investments by operators in the sector after four years of reductions
 - Oil prices recovering levels not reached since the end of 2014
- **Expected favorable impact on O&G activity and on the results of DIETSWELL from Q2 2018**
 - EBITDA of O&G activities of € 0.16 million for Q2
 - Net loss divided by 4 in Q2 despite a New Energies activity still in start-up mode
- **Outlook over the next 12 months**
 - Historically high level of Audit and Inspection activities in September
 - Backlog at the end of August of € 9.4m vs. € 7.2m at the end of 2017
 - As of 2019, expected profit increase as a combined effect of the upturn of the activity and drastically reduced shared costs since 2016
- **Significant contract with a large offshore operations contractor for a concept of three Energy Harvesting Units (Energy Recovery Units)**
- **Co-optation of two new members at the Board of Directors to strengthen the group's governance on its two strategic business axes**

Today DIETSWELL announces its results for the first half of 2018. Commenting on these results, Jean-Claude Bourdon, founder and Chairman of DIETSWELL, said: *"In an O&G environment marked by a return of oil prices to unseen high levels since the end of 2014, the positive inflection of investment momentum in the O&G sector, which had been sharply reduced over the past four years, is confirmed. This recovery should increase, as the needs of major oil and gas operators seeking to increase or even maintain their production levels are high in terms of demand for petroleum services.*

This recovery, with a spectacular effect on our Audit and Inspection business, has positively impacted our business and results since the second quarter. This trend will be more pronounced in the second half of the year. Its effects on our profitability will be even more direct as our cost structure was significantly reduced in 2016.

In the "New Energies" business, a strategic major contract was won for the preliminary float design of three Energy Harvesting Units (EHUs). These are stand-alone offshore off-grid electricity generating units that supply oil platforms with "green" complementary energy.

This contract demonstrates the effectiveness of our new economic model, based on the economic and strategic complementarity of the historic O&G activities, which have begun their turnaround, and New Energies activities, a natural extension of our expertise in the field of semi-submersible floats to the vast market of renewable energies. "

Main figures (limited review without certification)

| (Millions Euros, French Norms) | H1 2018 | Q2 2018 | H1 2017 |
|--------------------------------|------------------------|---------|-----------------------|
| Backlog end of the period | 8.3 | 8.3 | 3..1 |
| Turnover | 2.9 | 1.7 | 3.5 |
| EBITDA | (0.4) | (0.06) | (0,4) |
| • Division O&G | 0.1 | 0.16 | (0.01) |
| • Division New Energies | (0.5) | (0.22) | (0.5) |
| Net result | (0.6) | (0,12) | (0.7) |
| | As at June 30, 2018 | | As at Dec 31, 2017 |
| Equity | 3.8 | | 3.3 |
| Equity in (€/action) | €0.60 | | €0.60 |

I – H1 2018 Results

- **Activity: recovery starting in March, confirmed in the beginning of H2**

H1 sales amounted to € 2.9 million. It comes solely from the O&G activity. A sharp inflection was recorded from March, reflecting the recovery in the activity of players in the sector related to the strengthening of oil prices seen for several months. The strong increase in the order book (€ 8.3m at the end of June 2018, € 9.4m at the end of August versus € 7.2m at the end of 2017) is the result of this recovery of the activity. This should drive the figures of H2 to exceed that of the H1.

In particular, the Audit and Inspection Division (Factorig) experienced a net recovery (sales of € 1.54 million in the first half of the year vs. € 1.30 million in the first half of 2017), boosted in H2 by historically high activity in September.

- **Results: EBITDA of O&G activities positive again in S1, outlook for positive net income in S2**

H1 EBITDA and net income were respectively € (0.4) million and € (0.6) million, reflecting the investment in the New Energies division and exceptional expenses associated to the April Private Placement.

On the other hand, the O&G business generated a positive EBITDA of € 0.16 million, confirming the beginning of an inflection in the profitability of the operations, seen from Q2, with EBITDA close to breakeven.

The O&G business outlook, particularly driven by a strong recovery and high margin of our Audit and Inspection division (Factorig), makes possible a return to positive results in H2 2018.

- **Financial structure: cash availability boosted by the April private placement and forthcoming payments by ADEME**

As at June 30, 2018, the cash benefited from the proceeds from the Private Placement with European investors in April for a total gross amount of € 1.1 million to accelerate the development of the semi-submersible float carrier TRUSSFLOAT™.

Shareholders' equity amounted to € 3.8 million, or 60 cents per share, based on the new number of shares of 6,364,170 further to the April capital increase.

In addition, in the coming months, the cash situation will benefit from the payment by ADEME of the balance of a grant for € 0.93 million for the EOLFLOAT project, a semi-submersible float for large capacity offshore wind turbines.

II - Contract with a major oil services player for the preliminary design of three Energy Harvesting Units

DIETSWELL was solicited by a major oil services player for the preliminary design of three Energy Harvesting Units (EHUs). These are off-grid floating electricity generating units that operate in stand-alone mode and supply oil platforms with complementary "green" energy (wind, sun). These units, movable and duplicable, will be equipped, in addition to large wind turbines, with capacity storage and electricity supply by batteries and/or generators to replace the periods with too little green energy production.

This new activity, which is located at the crossroads of its historic O&G segment and its work on floats in its New Energies activities, allows DIETSWELL to maintain the status of system designer providing oil operators with its semi-float submersible equipped with turbines adapted to specific needs.

III- Co-optation of two new Board Members representing each one of the two strategic business axis of the group

DIETSWELL's Board of Directors co-opted two new directors whose expertise will strengthen the Group's governance on its two strategic axis, O&G and New Energies.

Benoit Vernizeau has a long experience in the management of field development and drilling operations for oil operators. During his career as an engineer in drilling and well development, he successively worked for Bouygues Offshore, Pride Forasol, Shell International and Perenco. He holds two Masters of Science in Petroleum Engineering and Mining Engineering.

Vanessa Godefroy, founder of ENIDDEV, a consulting firm in the development of renewable energy strategies, has held sales and development positions at Areva Wind and Alcimed. She has also been involved in structuring and managing major European tenders in the field of renewable energies. She graduated from CentraleSupelec.

These co-optations will be subject to ratification by the next General Meeting of Shareholders.

About DIETSWELL: www.dietswell.com

Founded in 2000, DIETSWELL is an independent specialist in engineering and services in the conventional and renewable energy industry. Thanks to teams of experts and a flexible and responsive structure, DIETSWELL proposes a multidisciplinary offer in the fields of drilling and energies in the broad sense. With its highly experienced teams, DIETSWELL also performs high level audits and studies for the design of drilling equipment and offshore structures, including for the wind industry. In compliance with the highest standards of quality and safety, DIETSWELL is certified as an innovative company and certified API Q2, ISO 9001, ISO / TS 29001 and ISO 14001 for its technical assistance, audit, inspection and engineering.

Euronext Growth™



DIETSWELL is listed on Euronext Growth– FR0010377127 – ALDIE
DIETSWELL is eligible to PEA-PME

DIETSWELL

Delphine BARDELET GUEJO
Financial & Administrative Officer
Tel. : +33 1 39 30 33 40
delphine.bardelet@dietswell.com

COMALTO

Jean-François CARMINATI
Analysts and Medias Relations
Tel. : +33 6 63 87 57 60
jfcarminati@comalto.com