Interim Results 2018

14 August 2018

Financial Highlights

Six months ended 30 June 2018

- Improved underlying business results, amid strong global commodity price environment:
  - Prices supported by growth in demand and factors affecting supply such as production cuts and economic sanctions
- Operating income from supply chains for first six months of 2018 at US$91 million, when adjusted for non-cash reserves taken in 1Q 2018:
  - Led by Metals, Mineral and Ores segment results – with strong performance from the Jamalco joint venture
  - Energy Coal and Metallurgical Coal and Coke performance continues to be impacted by constraints in liquidity and availability of competitive trade finance
- Volumes (including both offtake and marketing) down 5% quarter-to-quarter as the businesses focused on core flows
- SAO expenses lower year-on-year in first six months of 2018, on track to reach target SAO levels by end 3Q 2018
- Group results impacted by expenses associated with the proposed financial restructuring and finance costs on existing senior debt. Significant progress made on implementing the restructuring – Special General Meeting to approve the restructuring to be held on 27 August 2018
- Cash and cash equivalents at US$621 million at 30 June 2018 – higher compared to 31 December 2017 due to net proceeds from sale of NAC[1] and positive underlying operating cash flow, partially offset by restructuring expenses and interest paid on senior debt prior to signing binding Restructuring Support Agreement

(1) Asset disposal programme concluded in 1Q 2018 with sale of Noble Americas Corporation ("NAC") and wind down of certain remaining Global Oil Liquids working capital balances within Noble Clean Fuels Limited

noble group

Consolidated Income Statement Summary

Six months ended 30 June 2018

(US$ millions / million tonnes)	30 Jun 2018	30 Jun 2017
Tonnage(1)	**31.4**	**42.8**
Revenue(1)	**2,332**	**3,445**
Operating income/(loss) from supply chains, net(1)	**26**	**(168)**
Loss on supply chain assets(1)	(57)	(22)
Share of profits & losses of joint ventures & associates(1)	139	(20)
Total operating income/(loss)(1)	**108**	**(210)**
Other income net of other expenses(1)	19	2
Selling, administrative and operating expenses(1)	(71)	(152)
Profit/(loss) before interest, tax and restructuring expenses(1)	**56**	**(361)**
Restructuring expenses(2)	(114)	-
Net finance costs(1)	(126)	(86)
Taxation(1)	(15)	(1)
Net loss from continuing operations(1)	**(198)**	**(447)**
Post-tax loss from discontinued operations(3)	(1)	(158)
Exceptional items, net of tax(4)	-	(1,253)
Other items(5)	-	(22)
Non-controlling interests	0	0
Net loss	**(200)**	**(1,880)**

(1) 2017 adjusted for exceptional items and other items. See notes 3 and 4 below.
(2) Includes expenses associated with implementing the proposed restructuring. Refer to SGX announcement note 1(b)(i)(A) for additional disclosure.
(3) Includes post-tax profit/(loss) from discontinued Global Oil Liquids and North American Gas & Power businesses.
(4) Includes exceptional items in the Group's operating income from supply chains from continuing operations along with other non-operational items such as impairment losses on supply chain assets from continuing operations.
(5) Includes the results of businesses which the Group has ceased or wound down their operations, however did not meet the criteria of discontinued operations under IFRS. Other items also includes costs associated with repositioning the Group's cost structure, including headcount reductions. These businesses included certain other energy and metals, minerals and ores product divisions in the Americas and Europe.

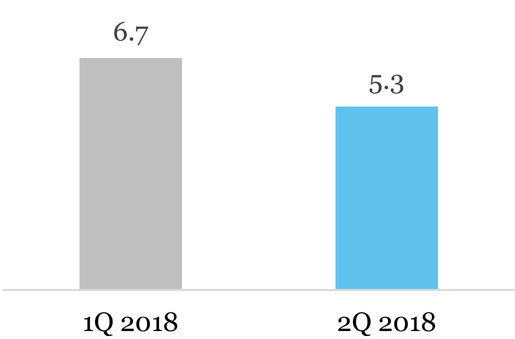
Segment Results
Energy

- **Energy Coal** continues to execute on contracted flows and generated positive returns on its portfolio of long-term contracts. Volumes were lower by 8% quarter-to-quarter from 1Q 2018 to 2Q 2018 as certain scheduled 2Q 2018 volumes were re-profiled to the second half of 2018.

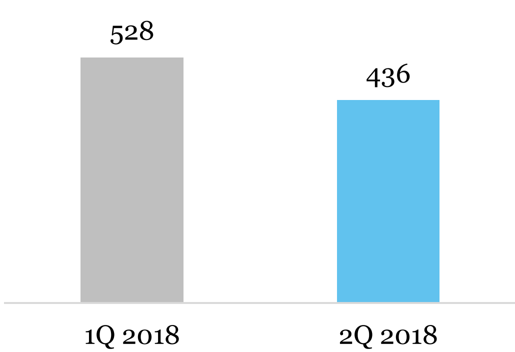
  Operating income from supply chains was adversely impacted by non-cash mark-to-market losses due to the impact of contract-specific performance reserves recorded in 1Q 2018.

- **LNG** continues to execute on its existing contracted flows, but was unable to add profitable new business flows given the Group's constrained liquidity and access to trade finance lines.

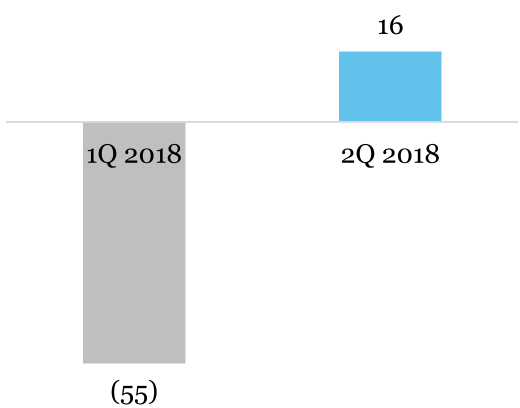
Volume[1]
(Million tonnes)



Revenue
(US$ millions)



Operating Income from Supply Chains
(US$ millions)



(1) Volumes exclude Energy Coal marketing volumes.

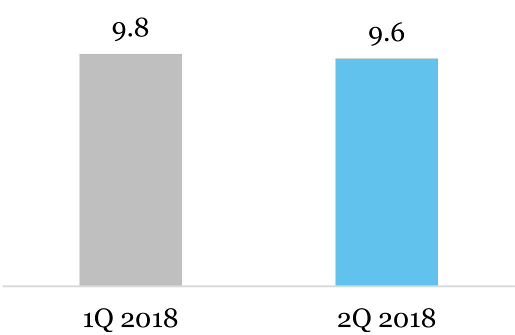
Segment Results

Metals, Minerals & Ores

- **Metals** saw a strong performance from the Jamalco joint venture which benefitted from the higher price environment for alumina. In Base Metals, the business continued to focus on a measured build out based on existing relationships in key origination markets.
- **Carbon Steel Materials** saw continued strong Special Ores performance, including manganese and chrome, as the business focusses on niche high margin volumes. Metallurgical Coal and Coke continued executing on existing customer flows to maintain its leadership position in the seaborne markets. However, results were adversely impacted by non-cash mark-to-market losses due to the impact of contract-specific performance reserves taken in 1Q 2018.
- **Freight** has been able to enter into select new time charters to benefit from rising markets, the challenges faced by the Group has impacted the business' ability to fully take advantage of the current market's improving fundamentals.

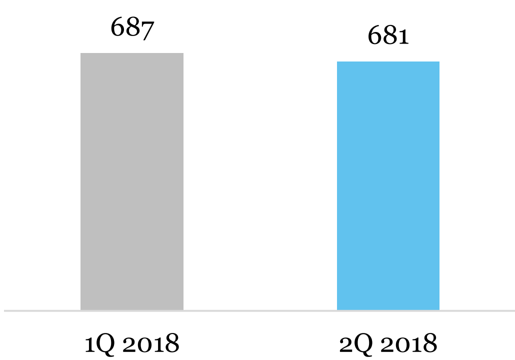
Volume

(Million tonnes)



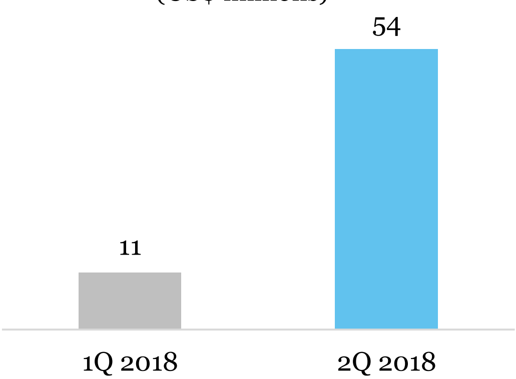
Revenue

(US$ millions)



Operating Income from Supply Chains

(US$ millions)

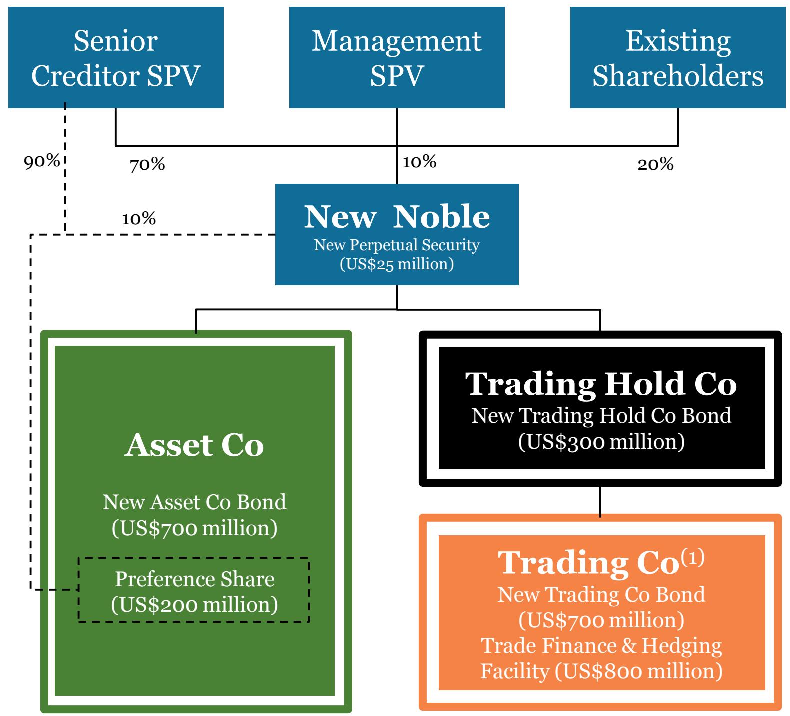


Proposed Financial Restructuring

Proposed Financial Restructuring

Structure & Update

Illustrative Transaction Structure



Key Developments

- Over 86% of Existing Senior Creditors have now acceded to the binding Restructuring Support Agreement ("RSA")
- Irrevocable undertakings to support RSA provided by shareholders representing in aggregate over 30% of Noble Group's issued share capital[2]
- Shareholder circular dispatched on 10 August 2018
- Special General Meeting to approve the restructuring to be held on 27 August 2018

Proposed restructuring provides a stable platform for New Noble with a sustainable capital structure to deliver long-term value to all of its stakeholders

(1) Main operating company of New Noble, which will control and operate the core business and may hold direct or indirect legal title to certain Asset Co Assets
(2) Includes Noble Holdings Limited (the Company's largest shareholder, holding 17.9% of the shares of the Company), Goldilocks Investment Company Limited (holding 8.1% of the shares of the Company) and a consortium including Value Partners Limited and Pinpoint Asset Management Ltd (collectively holding approximately 4.4% of the shares of the Company)