

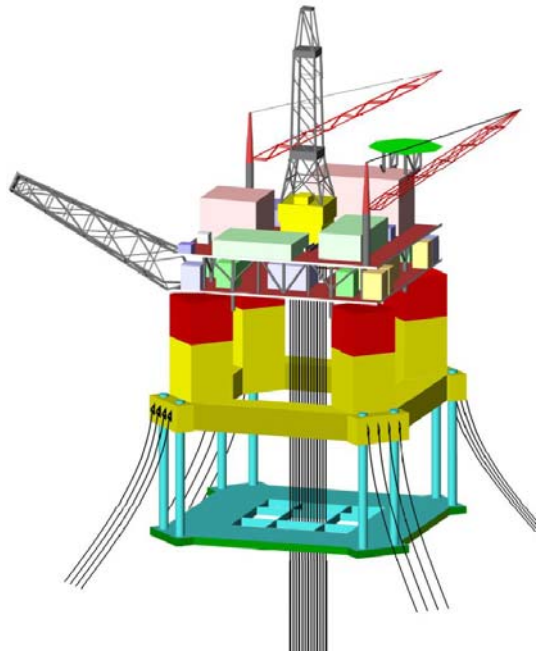
PRESS RELEASE

Wave Basin Tests Confirmed for Brazil Deepwater Dry Tree Semi Submersibles

Further to the success of P61 PapaTerra ETLP wave basin test, FloaTEC, LLC is fostering its close cooperation with Lab Oceano for the Dry Tree Semisubmersible wave basin tests for the Offshore Brazil prospects. Tests will be carried out on a FloaTEC proprietary Extendable Draft Semi Submersible (EDS) and Deep Draft Semi Submersible (DDSS).

The test program will be carried out during September, 2011 at Lab Oceano's premier laboratory which is part of the research and development arm of the Federal University of Rio de Janeiro in Brazil.

The EDS will be tested for both Brazil and Gulf of Mexico environments, and for both in-place and extended hull installation cases. This work follows the ongoing Papa Terra P-61 EPCI project delivery (the first dry-tree floating production system in Brazilian waters) and further confirms FloaTEC's commitment to the Brazilian deepwater market along with its parent companies, McDermott and Keppel FELS.



About FloaTEC, LLC

FloaTEC, LLC is a 50:50 joint venture company owned by a subsidiary of **McDermott International, Inc.** of Houston and **Keppel FELS Limited** of Singapore; created to design and deliver proprietary floating production systems (FPS). The company boasts an unmatched portfolio of FPS hull designs - encompassing TLP, Spar and Semi-submersible technology. FloaTEC offers both wet tree and dry tree FPS solutions. From technical feasibility, conceptual design and FEED through construction and installation, FloaTEC can transition a project seamlessly from concept to reality. The company currently employs close to 100 people and has enjoyed good success since its inception in 2005. FloaTEC has executed a number of studies, pre-FEEDs, FEEDs, and currently an EPCI project, for high profile deepwater and harsh environment projects in the Gulf of Mexico, Barents Sea, North Sea, West Africa, Australia and Brazil. Given the strength of the deepwater floater market – along with its position relative to some major projects expected to be awarded in the coming months - FloaTEC is gearing up accordingly.

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