

**PRESS RELEASE – 28 JANUARY 2021**

## **ABP ACQUIRES KRISTIANSUND BASE AND KCA DEUTAG & SR GROUP'S INDUSTRIAL NEWBUILD AT MONGSTAD IN TWO SEPARATE TRANSACTIONS**

- **Kristiansund Base is a specialist service base located at Averøy, serving the offshore industry, fishing industry and traditional industries in Mid-Norway**
- **KCAD and SR Group's industrial newbuild at Mongstad comprises three properties located adjacent to Mongstad supply base, owned by ABP, and is a natural add-on to ABP's portfolio**
- **Both facilities are mission-critical with long-term lease contracts with solid counterparties**
- **The transactions, which will close on 1 February 2021, further strengthens ABP's position as a leading landlord in Norway's key energy and maritime clusters**

### **Kristiansund Base**

Kristiansund Base is a specialist service base located at Averøy, c. 20 km. south of Kristiansund, which is a key hub for the activity in the Norwegian Sea. The service base was established in 1995 and has a strong history of serving the offshore industry, fishing industry and traditional industries in Mid-Norway. The service base consists of mission-critical supply and logistics, bulk service, pipe inspection and warehousing facilities totalling c. 3,600 sqm on a plot totalling c. 68,000 sqm with high alternative use and future development potential.

The property is fully leased on a long-term contract to Kristiansund Base AS, owned by Norway's leading supply base operators ASCO Norge and CCB Mongstad (with a joint and several lease guarantee), with operational and/or subleases with key customers OMV, SAR, Skretting, M-I Swaco, OKEA, SR Group, Tenaris and NOV Tuboscope. ABP is working closely with ASCO and SAR, existing customers of ABP, in terms of specific plans to increase activity at Averøy and to incorporate sustainable and circular economic initiatives at the service base.

The property diversifies ABP's geographic exposure by adding an additional location to the company's portfolio. The low building to land ratio provides additional downside protection in terms of alternative use and upside potential in terms of higher utilization and development potential. Indirect exposure to Europe's largest seafood producer Skretting provides further industry diversification in ABP.

### **KCAD / SR Group, Mongstad**

KCAD and SR Group's industrial newbuild facility at Mongstad comprises three mission-critical properties located adjacent to Mongstad supply base, already owned by ABP. The facilities consist of warehouses and industrial offices totalling c. 11,900 sqm and outdoor storage on a plot totalling c. 40,000 sqm. The properties were built in 2019 and are of high standard with an energy classification "B".

The facilities are fully leased to KCA Deutag; a leading international drilling, engineering and technology company, and SR Group; Norway's largest private owned logistics company with more than 250 employees. KCAD's premises are used for maintenance of drilling equipment for Equinor's platforms in the North Sea. KCAD has been drilling offshore in Norway since the 1970's and currently employs c. 600 people. SR Group is established in key locations and logistics hubs along the Norwegian coast. SR Group offers road transport in Norway and Europe, in addition to handling international offshore cargo and air transport.

Mongstad is Equinor's main supply base in Norway and one of the largest ISPS ports in Europe. The port operates as the supply base for 22 platforms in the Northern North Sea, including the important Statfjord, Troll, Oseberg and Gullfaks fields. Mongstad is further strengthened by ongoing "new energy" projects incl. Equinor's plans for large-scale hydrogen production, biogas facilities and maintenance hub for giant offshore wind farm Hywind Tampen (together with ABP), and ABP's ongoing plans for a full-scale land-based aquaculture project totalling 100,000 sqm.

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