



WWW.IUMI.COM

IUMI
International Union of Marine Insurance

IUMI 2014 Mobile Offshore Drilling Unit Statistics - Analysis

Provided by Frank Costa, Chairman Offshore Energy Committee

Mobile Rig Fleet

The continued growth of the worldwide rig fleet is indicative of the continued expansion of offshore exploration. This is fueled in large part by the push into deeper and deeper water.

As for new rig construction, we are seeing a tapering of the rig construction boom. However, the last decade has seen enormous rig construction numbers, again evidence of offshore exploration growth.

Given the robust pace of offshore exploration, it stands to reason that day rates continue to increase.

Although utilization rates have ticked down in 2014, I do not feel the slight downturn is significant or an indicator of a coming downturn.

Losses

The most significant statistic with respect to rig losses is the fact that there have been 15 losses above \$100MM since 2009. This is indicative of the sharp increase in rig values over the past decade, and claims inflation.