

Asset disposal process and timelines

Vallourec Umbilicals has appointed the company Maynards to manage the process of asset selling on an exclusive basis. Maynards will be sole contracting party for any purchase of assets. The Maynards team is available to you in case of any questions, to organize appointments and for negotiations and contracting.

In the below document, you will find the main rules for the process of asset disposal. It will be divided into 2 phases:

- **A first phase (phase 1):** negotiated sale or tender sale of **whole production modules and lines** (package offer) for selected buyers interested in purchasing several assets. This phase will last 6 weeks. Selected buyers shall benefit from a right of first offer to purchase whole lines and/or several assets as described above and must either make a binding purchase offer or sign a letter of intent, which includes a 15% non-refundable deposit of the offered purchase price, within this phase 1. We highly recommend to place best possible offers to increase the chances of winning the bid process. Maynards will focus final negotiations with the highest bidder.
- **A second phase (phase 2):** open for procurement of **individual assets**, and where only remaining assets following phase 1 will be sold. This phase will allow cherry-picking sales of equipment through online auction on www.maynardseurope.com or as tender.

During the process, potential buyers are welcome to visit the facility physically or virtually (Teams video call). Any asset or combination of assets will be considered as reserved at the benefit of an interested party only after the interested party has paid a down-payment. Such reservation can be terminated by Vallourec Umbilicals/Maynards at any time. In such case the down-payment will be refunded in full within 7 days.

The process of asset collection on site will be at the sole responsibility of the buyer and will be arranged with Maynards and with the support of Vallourec Umbilicals team.

Phase 1 Module or Line Offer / Package Offer

- Duration: 6 weeks starting from 24th of May 2023:
- Step 1: Due diligence by interested parties: this includes access to all details of equipment and visit of the facility (physically or virtually).
- Step 2: Any party interested willing to purchase or to reserve asset(s) shall provide a Binding Offer to Purchase or a Letter of Intent no later than 6 weeks after start of Step 1.
- Step 3: Final Negotiation with Maynards if required.
- Step 4: Signature of the order contract with Maynards not later than 8 weeks after start of Step 1.
- Step 5: Cash collection.
- Step 6: Equipment collection and transfer.

Phase 2: Open offers to all bidders

- Phase 2 will start at end of Phase 1 (to be confirmed). It will last until October 31, 2023.
- The remaining assets after phase 1 will be made available to all potential buyers worldwide. Each asset will then be sold individually, noting that potential buyers will still be able to purchase several assets.
- The same process of sales is applying as in Phase 1.

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Important Remarks:

Rules to succeed:

- Ultimate priority among all offers will be given to the buyer who signs the binding Offer to Purchase or the LOI in combination with the deposit.
- During phase 1 or phase 2 offer stage, an offer from one bidder including more assets than other offers from other bidders will be given priority.
- For several offers for the same asset(s), the final decision will be made on the best offer.
- In any case, Vallourec Umbilicals reserves all its rights to accept or decline any offer.
- If some assets are not available anymore, Maynards/Vallourec Umbilicals will inform all potential buyers accordingly.
- Any offer must include a transaction fee and VAT.
- Applicable VAT rate is 20%. Non domestic buyers pay a 20% deposit on the purchase price. Upon receipt of proof of export, Maynards shall refund the deposit in full within 10 days.
- Transaction of assets will run through the company Maynards which has been appointed by Vallourec Umbilicals for this process.
- Collection and transportation will be the responsibility of the buyer, under Vallourec Umbilicals teams onsite supervision.

Vallourec Umbilicals and Maynards teams remain at your disposal.

Maynards

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Appendix: Assets

MODULE PRODUCTION 1	Longitudinal welding line LW1	Welding laser	Laser CO2 8KW	
		Capstan	Capstan	
		Coiling equipment	Coiling equipment	
	Orbital welding line OW1	Uncoiling equipment	Uncoiling equipment	
		Capstan	Capstan	
		Sizing unit	Sizing unit	
		Straightening unit	Straightening unit	
		Diameter measurement	Diameter measurement	
		Red mark detection	Red mark detection	
		Tube end preparation	Tube end preparation	
		Movable orbital welding unit	Movable orbital welding unit	
		X Ray Cabin	X Ray Cabin	
		Diameter and length measurement	Diameter and length measurement	
		Capstan	Capstan	
		Coiling equipment	Coiling equipment	
		Orbital welding line OW2	Uncoiling equipment	Uncoiling equipment
			Capstan	Capstan
	Sizing unit		Sizing unit	
	Straightening unit		Straightening unit	
	Diameter measurement		Diameter measurement	
	Red mark detection		Red mark detection	
	Tube end preparation		Tube end preparation	
	Movable orbital welding unit		Movable orbital welding unit	
	X Ray Cabin		X Ray Cabin	
	Diameter and length measurement		Diameter and length measurement	
	Capstan		Capstan	
	Coiling equipment		Coiling equipment	
PRESSURE TEST EQUIPMENT	PRESSURE TEST EQUIPMENT		4 Skids high pressure	
			2 Skids pumps low pressure	
		6 Stainless steel 304L tank 4m3 each		

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MODULE	LINE	LINE DETAILS	EQUIPMENT DETAILS
MODULE PRODUCTION 2	Longitudinal welding line LW2	Laser mill 50/60	Double Decoiler
			Strip to Strip welder
			Accumulator
			Scarfig unit
			Forming unit
			Laser CO2 8KW
			Laser box
			Seam welder polishing unit
			Bead rol unit
			Sizing unit
	Heat treatment and cooling		
	Sizing unit		
	360° Polishing unit		
	Cutting unit and exit table		
	Marking units		
	NDT bench	NDT bench	
	Caterpillar	Caterpillar	
	Coiling equipment	Coiling equipment	
	Uncoiling equipment	Uncoiling equipment	
	Caterpillar	Caterpillar	
	Sizing unit	Sizing unit	
	Straightening unit	Straightening unit	
	Diameter measurement	Diameter measurement	
	Tubes storage grid	Tubes storage grid	
	Red mark detection	Red mark detection	
	Cutting unit	Cutting unit	
	Tube end preparation	Tube end preparation	
	Movable orbital welding unit	Movable orbital welding unit	
	Movable cutting unit	Movable cutting unit	
	X Ray Cabin	X Ray Cabin	
	Diameter and lenght measurement	Diameter and lenght measurement	
	Caterpillar	Caterpillar	
	Coiling equipment	Coiling equipment	
Uncoiling equipment	Uncoiling equipment		
Caterpillar	Caterpillar		
Sizing unit	Sizing unit		
Straightening unit	Straightening unit		
Diameter measurement	Diameter measurement		
Tubes storage grid	Tubes storage grid		
Red mark detection	Red mark detection		
Cutting unit	Cutting unit		
Tube end preparation	Tube end preparation		
Movable orbital welding unit	Movable orbital welding unit		
Movable cutting unit	Movable cutting unit		
X Ray Cabin	X Ray Cabin		
Diameter and lenght measurement	Diameter and lenght measurement		
Caterpillar	Caterpillar		
Coiling equipment	Coiling equipment		

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MODULE PRODUCTION 3	Longitudinal welding line LW3	Laser mill 50/60	Double Decoiler
			Strip to Strip welder
			Accumulator
			Scarfining unit
			Forming unit
			Laser CO2 8KW
			Laser box
			Seam welder polishing unit
			Bead rol unit
			Sizing unit
	Heat treatment and cooling		
	Sizing unit		
	360° Polishing unit		
	Cutting unit and exit table		
	Marking units		
	NDT bench	NDT bench	
	Caterpillar	Caterpillar	
	Coiling equipment	Coiling equipment	
	Orbital welding line OW5	Uncoiling equipment	Uncoiling equipment
		Caterpillar	Caterpillar
		Sizing unit	Sizing unit
		Straightening unit	Straightening unit
		Diameter measurement	Diameter measurement
		Tubes storage grid	Tubes storage grid
		Red mark detection	Red mark detection
		Cutting unit	Cutting unit
		Tube end preparation	Tube end preparation
		Movable orbital welding unit	Movable orbital welding unit
		Movable cutting unit	Movable cutting unit
		X Ray Cabin	X Ray Cabin
		Diameter and lenght measurement	Diameter and lenght measurement
		Caterpillar	Caterpillar
		Coiling equipment	Coiling equipment
Orbital welding line OW6	Uncoiling equipment	Uncoiling equipment	
	Caterpillar	Caterpillar	
	Sizing unit	Sizing unit	
	Straightening unit	Straightening unit	
	Diameter measurement	Diameter measurement	
	Tubes storage grid	Tubes storage grid	
	Red mark detection	Red mark detection	
	Cutting unit	Cutting unit	
	Tube end preparation	Tube end preparation	
	Movable orbital welding unit	Movable orbital welding unit	
	Movable cutting unit	Movable cutting unit	
	X Ray Cabin	X Ray Cabin	
	Diameter and lenght measurement	Diameter and lenght measurement	
Caterpillar	Caterpillar		
Coiling equipment	Coiling equipment		