

PRESS RELEASE

SHELF DRILLING BOARD OF DIRECTORS APPROVES SHARE ISSUE AND GRANT OF RSUS

Dubai, 27 October 2022: Reference is made to the announcement by Shelf Drilling, Ltd. ("Shelf Drilling" or the "Company", OSE: SHLF) on 28 October 2021 regarding the grant of 232,630 restricted stock units ("RSUs") to the Chairman of the Board of Directors and 77,543 RSUs to each of the other Non-Executive Directors of the Company under the Company's 2017 Long-Term Incentive Plan, and to the announcement by the Company today regarding the cancellation of the RSUs issued to the Sponsor Directors and their re-issue to the Sponsor that such Sponsor Director represents.

The RSUs will vest on 14 November 2022, subject to each director's continued service with the Company. In order to settle the RSUs, the Company's board of directors has resolved to issue a total of 852,974 new common shares, each with a par value of USD 0.01. The share issue is conditional upon the vesting of the RSUs on 14 November 2022.

Following the share issue, the issued share capital of the Company will be USD 1,763,687.67, divided into 176,368,767 common shares, each with a par value of USD 0.01. The authorised share capital of the Company is USD 2,340,634.73, divided into 234,063,473 shares, each with a par value of USD 0.01.

For Mr. Danner's continued service as chairman, the board of directors has approved, with effect from 14 November 2022, an annual equity award targeted at USD 150,000 in the form of 95,092 RSUs. The RSUs shall vest on the first anniversary from the date of grant and shall each be settled in exchange for one common share in the Company against no consideration, subject to Mr. Danner's continued service with the Company.

For the other non-executive directors' continued service as directors, the board of directors has approved, with effect from 14 November 2022, an annual equity award to each of the directors listed below or, if applicable, the Sponsor that such director represents, targeted at USD 50,000 in the form of 31,697 RSUs based on the 30-day trailing volume weighted average share price ending 25 October 2022. The RSUs shall vest on the first anniversary from the date of grant and shall each be settled in exchange for one common share in the Company against no consideration, subject to the relevant director's continued service with the Company.

31,697 RSUs (253,576 RSUs in total) are granted to each of the following or, if applicable, the Sponsor that such director represents:

- John K. Castle, Director;
- J. William Franklin, Jr., Director;
- Dongyang Lou, Director;
- David B. Pittaway, Director;
- John Reynolds, Director;

- Benjamin Sebel, Director;
- Usama Trabulsi, Director; and
- David Williams, Director.

About Shelf Drilling

Shelf Drilling is a leading international shallow water offshore drilling contractor with rig operations across Middle East, Southeast Asia, India, West Africa, Mediterranean and North Sea. Shelf Drilling was founded in 2012 and has established itself as a leader within its industry through its fit-for-purpose strategy and close working relationship with industry leading clients. The Company is incorporated under the laws of the Cayman Islands with corporate headquarters in Dubai, United Arab Emirates. The Company is listed on the Oslo Stock Exchange under the ticker "SHLF".

Additional information about Shelf Drilling can be found at www.shelfdrilling.com.

Contact details

For questions or comments, please contact investor.relations@shelfdrilling.com

This information is subject to the disclosure requirements pursuant to section 5-12 of the Norwegian Securities Trading Act.