

ATLANTICA TENDER DRILLING LTD. - CONTEMPLATED UNDERWRITTEN EQUITY ISSUE

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Bermuda, October 08, 2019: the board of directors of Atlantica Tender Drilling Ltd. ("**ATDL**" or the "**Company**") intends to carry out a private equity offering directed solely to its existing shareholders of up to USD 5 million, through the issuance of new shares and the sale of treasury shares for cash (the "**Private Placement**").

In the Private Placement, the Company is offering up to 40,875,955 new shares of USD 0.10 and selling 9,124,045 treasury shares pro rata to existing shareholders. The Private Placement is fully underwritten by HVAS Invest Zeta AS, the principal shareholder of the Company. HVAS Invest Zeta AS will receive a 2 % underwriting fee for its underwriting commitment.

The shares to be offered in the Private Placement (the "**Private Placement Shares**") will be offered at USD 0.10 (ten cents) per share. The application period for the Private Placement commences today, 08.10.2019, at 08:30 (CET) and, unless extended or earlier terminated, will close at 15.10.2019 at 16:00 CET (the "**Subscription Period**"). The Company reserves the right to close the application period at any time at their sole discretion or to amend or cancel the Private Placement in its entirety.

The Private Placement will be directed solely towards existing shareholders and is subject to an exemption from offer prospectus requirements. Allocations of the Private Placement Shares will be determined by the Company in its sole discretion. Allocations are non-transferable. Any oversubscriptions will be allocated on a pro-rata basis.

The Private Placement is a condition precedent to the recently announced refinancing. The Company must resolve to carry out a rights issue or other equity issue to be completed by 31 October 2019. Funds from the Private Placement in the amount of USD 4,068,000 must be deposited in a blocked interest account for the benefit of the bondholders. The amount shall cover interest payable between an interest rate of 8 % and 12% per annum for the first three quarterly bond interest payments.

The completion of the Private Placement is subject to approval by the board of directors of the Company. The Company will announce the final results of the Private Placement including the number of shares to be issued and allocated through a notice expected to be published on the Company's website and N-OTC on or about 15.10.2019.

To subscribe for Private Placement Shares, please complete the attached subscription form (also available to download on www.atlanticatd.com) and return to the address below before the end of the Subscription Period (the "**Deadline**"). Please also submit the completed subscription form to the email address below.

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The Company reserves the right to disregard any subscriptions received after the Deadline.

For further information, please contact:

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IMPORTANT NOTICE

By subscribing for shares, you explicitly approve and acknowledge that you do so solely on the basis of the publicly available information from the Company and are satisfied that you have received sufficient information to make an informed decision to invest in the shares.

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The securities referred to in this announcement have not been and will not be registered under the U.S. Securities Act of 1933, as amended (the "**Securities Act**"), and accordingly may not be offered or sold in the United States absent registration or an applicable exemption from the registration requirements of the Securities Act and in accordance with applicable U.S. state securities laws. The Company does not intend to register any part of the offering in the United States or to conduct a public offering of securities in the United States.

In any EEA Member State, this communication is only addressed to and is only directed at qualified investors in that Member State within the meaning of the Prospectus Regulation, i.e., only to investors who can receive the offer without an approved prospectus in such EEA Member State. The expression "Prospectus Regulation" means Regulation 2017/1129 as amended (together with any applicable implementing measures in any Member State).

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Matters discussed in this announcement may constitute forward-looking statements. Forward-looking statements are statements that are not historical facts and may be identified by words such as

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