



SBI Offshore Limited

(Incorporated in the Republic of Singapore on 1 October 1994)

(Company Registration Number: 199407121D)

UPDATE ON PAYMENT OF REMAINING CONSIDERATION RELATING TO THE DISPOSAL OF ENTIRE 35% EQUITY INTEREST IN FORMER ASSOCIATE

The Board of Directors (the "Board") of SBI Offshore Limited (the "Company") refers to:

(a) its announcements on 18 August 2015, 1 December 2015 and 14 January 2016 in relation to the disposal of the equity interest of 35% in its former associate, Jianguyin Neptune Marine Appliance Co. Ltd. (the "Disposal");

(b) its announcement on 1 December 2015 in relation to the assignment of the rights and obligations from the purchaser to Jianguyin Wanjia Yacht Co., Ltd; and

(c) its announcement on 14 January 2016 in relation to the completion of the Disposal.

As announced on 18 August 2015, US\$500,000 of the consideration for the Disposal will be paid within 5 years in 5 instalments at each anniversary from 4 January 2016, the date the Disposal was approved by the relevant authorities.

The Company has accepted Jianguyin Wanjia Yacht Co., Ltd.'s payment of the sum of US\$320,000 which was received on 15 November 2016 as full settlement of the balance.

In view of the above settlement, the Group will write-off US\$180,000 from other receivables of the Group. In view of the write-off, the profit of the Group will be reduced by the same amount. Save for the foregoing, there is no other impact on the Group's net tangible assets per share or earnings per share for the financial year ending 31 December 2016.

By Order of the Board

Amy Soh Wai Ling
Chief Financial Officer

16 November 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Director, Continuing Sponsorship, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.