



SBI Offshore Limited

(Incorporated in the Republic of Singapore on 1 October 1994)
(Company Registration Number: 199407121D)

**TERMINATION ON JOINT VENTURE AND PROPOSED ACQUISITION OF
ASSETS FROM THE GRÄSS GROUP**

The Board of Directors (the "**Board**") of SBI Offshore Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the announcement on 7 July 2015 in relation to the formation of the joint venture company, Graess Energy Private Limited (the "**Joint Venture**"), and the Company's announcement on 1 March 2016 in relation to the update on the proposed acquisition of assets from the Gräss Group (the "**Proposed Acquisition**") of Germany.

The Directors wish to announce that the Company has written to the Gräss Group to terminate the Joint Venture and the Proposed Acquisition. The Company will work out with Gräss Group the details related to cessation and the closing down or disposal of Graess Energy Private Limited. Accordingly, the Group will not proceed with the agreement announced on 1 October 2015, for Graess Energy Private Limited to sell solar power to the Maldives Government. The agreement had entailed the supply and installation of solar panels to generate 1.5 megawatts of solar energy.

Graess Energy Private Limited has not recorded any revenue since its formation and the termination of the Joint Venture and the Proposed Acquisition is not expected to have any material impact on the Group's net tangible assets per share and/or earnings per share for the financial year ending 31 December 2016.

The Group intends to continue to pursue solar photovoltaic energy business opportunities.

By Order of the Board

Amy Soh Wai Ling
Chief Financial Officer

1 August 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.