



**SBI Offshore Limited – Axon JV Press Release**

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**SBI OFFSHORE, IN MAJOR STRATEGIC SHIFT,  
PARTNERS WITH U.S. OILFIELD EQUIPMENT  
MANUFACTURER AXON ENERGY PRODUCTS TO  
MARKET DRILLING SOLUTIONS IN ASIA**

**SINGAPORE, 2 July 2014 – SBI Offshore Limited** (“SBI Offshore” or the “Group”) has agreed to form a joint venture (“JV”) with Axon Energy Products Inc. (“Axon”) of the United States to market, install, commission and provide after-sales services for oil and gas drilling equipment and systems in Asia in a major strategic business shift for the offshore and marine (“O&M”) player.

SGX Catalyst-listed SBI Offshore said it will take up a 70%-stake in Singapore-based JV company, Axon Rig Concept & Design Asia Pte. Ltd. (“ARCDA”), with Axon taking the balance 30%.

Headquartered in Houston, Texas, Axon is a global oilfield equipment company specialising in pressure products, well intervention products, drilling products, rig concept and design services, downhole products and tubular products.

As ARCDA will be a subsidiary of SBI Offshore, the Group will be able to consolidate its revenue and profits, a significant departure from its previous core business activity of distributing O&M equipment and deriving commission income therefrom.

Mr. Chan Lai Thong, Executive Chairman of SBI Offshore, said, “Under this arrangement ARCDA will be able to take on larger projects in Asia while moving up the value chain. SBI Offshore will also be able to recognise potentially significantly higher revenue from the JV compared to commission income.”

“This JV will transform the Group into a value-added oil and gas player. This shift in business model and revenue model is in line with our efforts to reposition the Group as an integrated engineering and equipment solutions provider. Axon’s portfolio of drilling equipment products and services caters to onshore and offshore drilling activities and will complement our plans to manufacture and supply land rigs,” he added.

**## End of Release ##**

*Issued on behalf of SBI Offshore Limited by WeR1 Consultants Pte Ltd*



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**About SBI Offshore Limited**

Established since 1994, SBI Offshore provides engineering, fabrication and equipment solutions to the O&M industry. Since its public listing in November 2009, it has evolved into an integrated engineering solutions provider to the oil and gas industry with strategic alliances.

The Group's customer base includes some of the leading owners and builders of mobile offshore drilling and production units in the world. The Group's current distribution network currently encompasses Singapore, China, USA, Malaysia, South Korea and Vietnam.

*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 relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.*

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