



SBI Offshore Limited

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

(Company Registration Number: 199407121D)

TERMINATION OF A SALES REPRESENTATIVE AGREEMENT

The Board of Directors (the "**Board**") of SBI Offshore Limited (the "**Company**" together with its subsidiaries, the "**Group**") refers to the Company's announcement on 15 September 2011 in relation to a sale representative agreement (the "**Agreement**") with Aker MH AS ("**Aker MH**").

The Agreement expired on 1 November 2013 and after due consideration the Company has decided not to renew the Agreement. Under the Agreement, the Company has outstanding commission payable from Aker MH, a portion of which is currently in dispute. As the Company is still in the process of resolving the outstanding commission payable amount with Aker MH, it is currently unable to quantify the amount of outstanding commission payable from Aker MH under the Agreement. On grounds of prudence, the Group has currently not recorded any commission income under dispute in its financial statements for the current financial year ending 31 December 2013. The Company does not expect the non-renewal of the Agreement to have material impact on the financial statements of the Group for the current financial year ending 31 December 2013.

By Order of the Board

Chan Lai Thong
Executive Chairman and Director

2 November 2013

This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist.

The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in 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 correctness of any of the statements or opinions made or reports contained in this announcement.

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