



SBI Offshore Limited

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

(Company Registration Number: 199407121D)

UPDATE ON THE DISPOSAL OF ENTIRE 35% EQUITY INTEREST IN ASSOCIATE

The Board of Directors (the "**Board**") of SBI Offshore Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the announcement on 18 August 2015 in relation to the disposal of its entire equity interest of 35% in its associate, Jiangyin Neptune Marine Appliance Co. Ltd. ("**NPT**") (the "**Announcement**"). Capitalised terms in this announcement shall have the same meaning as defined in the Announcement unless otherwise defined.

Mr Hua Hanshou (the "**Purchaser**") has requested and the Company has agreed that the rights and obligations of the Purchaser under the Agreement be transferred to Jiangyin Wanjia Yacht Co., Ltd. (the "**Assignee**"). The Assignee is a yacht manufacturer in Jiangsu, People's Republic of China. The Assignee is not related to the Company, its directors or substantial shareholders. The Assignee is also the existing majority shareholder of NPT, holding 55% equity interest in NPT. The shareholders of the Assignee are immediate family members of the Purchaser, namely Ms Hua Haijing, Mr Hua Haibo and Ms Xu Saifeng.

Pursuant to the assignment, the Company, the Purchaser, the Assignee and NPT have entered into a novation agreement on 1 December 2015 whereby the rights and obligations of the Purchaser under the Agreement will be assigned to the Assignee. In addition, NPT has agreed to extend the guarantee in favour of the Company to cover the remaining obligations payable by the Assignee amounting to US\$500,000. Save for the aforementioned, all other terms and conditions of the Agreement remain unchanged.

By Order of the Board

Amy Soh Wai Ling
Chief Financial Officer

1 December 2015

*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.

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