



SBI Offshore Limited

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

(Company Registration Number: 199407121D)

TERMINATION OF US\$24 MILLION DESIGN AND ENGINEERING CONTRACT

The Board of Directors (the "Board") of SBI Offshore Limited (the "Company" and together with its subsidiaries, the "Group") refers to the Company's announcements on 19 August 2014 and 25 February 2016 in respect to the US\$24 million design and engineering contract (the "Contract") between SBI O&M Pte Ltd ("SBI O&M"), a wholly-owned subsidiary of the Company, and a consortium of six Middle East-Chinese parties (the "Consortium").

The Board wishes to update the shareholders of the Company that pursuant to an addendum for the termination of the Contract received by the Company on 9 March 2016, the Contract has been terminated by mutual agreement between SBI O&M and the Consortium.

The impact from the termination of the Contract has been provided in the financial results of the Group for the financial year ended 31 December 2015 and following the termination, no further revenue will be recognized from the Contract.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the termination of Contract, other than through their shareholdings in the Company, if any.

By Order of the Board

Amy Soh Wai Ling
Chief Financial Officer

11 March 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 Catalyst. 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.