



SBI Offshore Limited

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

INCORPORATION OF NEW SUBSIDIARIES

Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the Company's announcement dated 5 March 2010 (the "5 March Announcement").

The Board of Directors of SBI Offshore Limited (the "Company") wishes to announce that following and in accordance with the binding Memorandum of Understanding dated March 3, 2010 entered into between the Company, Mr Mohammad Sharifuz Zaman and an unrelated third party in relation to the Proposed JV ("MOU"), the Company had on March 8, 2010 and through its Executive Chairman and CEO, Jonathan Hui, registered a subsidiary in Singapore known as Sea Reef Offshore Pte. Ltd ("SOPL"). SOPL was registered with an issued and paid-up capital of S\$10.00. On April 13, 2010, Jonathan Hui transferred the entire issued and paid-up capital of S\$10.00 in SOPL to the Company for a consideration of S\$10.00. There was no business activity in SOPL between 8 Mar 2010 and 13 Apr 2010.

Further, in accordance with the MOU, the Company retains a 60% equity interest in SOPL and has transferred the remaining 40% equity interest to Sea Reef LLC, and SOPL's management team in equal proportion.

SOPL is the joint venture company as mentioned in the 5 March Announcement.

SOPL had on March 23, 2010 registered a wholly-owned subsidiary in the USA known as Sea Reef International Inc. ("SRI") with an issued and paid-up capital of US\$1,000.00.

The principal activities of SOPL and SRI are principally the design, manufacture and sales of deck equipment for sale to the global marine/offshore industry.

The Company's share of the investments for the incorporation of SOPL and SRI, which in aggregate amounted to approximately S\$1,400 (based on an exchange rate of US\$1:S\$1.39) has been funded through the Company's internal resources and are not expected to have any material impact on the Group's earnings per share or net tangible assets per share for the financial year ending 31 December 2010.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the above transactions.

By order of the Board

Jonathan Hui
Executive Chairman and Chief Executive Officer

Date 13 April 2010

SBI Offshore Limited (the "Company") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "SGX-ST") on 11 November 2009. The initial public offering of the Company was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor").

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes 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.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 1 Raffles Place, #30-03 OUB Centre, Singapore 048616, telephone (65) 6229 8088.