



SBI Offshore Limited

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

(Company Registration Number: 199407121D)

Establishment of business alliance between RBV Energy (Singapore) Pte Ltd and RBV Energy Ltd

The board of directors (the “**Board**”) of SBI Offshore Limited (“**SBI**” or the “**Company**” together with its subsidiaries, the “**Group**”) refers to the announcement made on 17 June 2011 in relation to the incorporation of a wholly-owned subsidiary, RBV Energy (Singapore) Pte Ltd (“**RBV Singapore**”).

The Board is pleased to announce that the Company has established a business alliance with RBV Energy Ltd (“**RBV Energy**”) of the United Kingdom through RBV Energy (Singapore) Pte Ltd (“**RBV Singapore**”) (the “**Transaction**”).

RBV Singapore was incorporated as a wholly-owned subsidiary of the Company on 16 June 2011 with an initial issued and paid-up capital of S\$10 comprising 10 ordinary shares. Pursuant to the Transaction, both RBV Energy and the Company invested in proportion to their current respective shareholding interest (being 50% each) in RBV Singapore, such that the issued and paid-up share capital of RBV Singapore increased to US\$100,000 comprising 100,000 shares.

The principal activity of RBV Singapore is to manufacture and supply piping and subsea equipment for the onshore, offshore and subsea energy industries in Korea, China, Singapore, Malaysia, Vietnam, Indonesia, USA and Brazil.

This collaboration, which leverages on RBV Energy’s experience and brand name in supplying piping and subsea equipment and SBI’s strong Asian marketing network and contract engineering capabilities, will strengthen SBI’s vision to be a leading integrated provider of equipment to the offshore and marine industry in Asia. RBV Singapore enables SBI to expand into new markets such as USA, Brazil and Korea as well as to participate in the manufacture of piping and subsea equipment for the first time.

RBV Energy Ltd was founded in 2000 and is an ISO9001-certified supplier of piping and subsea equipment for the oil and gas industry.

The Company’s share of the investment in this Transaction was funded through its internal resources and did not have any material impact on the Group’s earnings per share or net tangible assets per share for the financial year ended 31 December 2011. Notwithstanding, the Group expects RBV Singapore to contribute to the Group’s performance over the next few years.

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 Transaction. None of the Directors or substantial shareholders of the Company and their respective associates are related to RBV Energy.

The Company will update shareholders in relation to the Transaction as and when it deems necessary or appropriate.

By Order of the Board
Jonathan Hui

23 February 2012

*This announcement has been prepared by the Company and its contents have been reviewed by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (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.

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