



SBI Offshore Limited – Raises S\$16.2M Through Share Placement

SBI Offshore Raises S\$16.2 Million Via Share Placement To Four Investors Including Malaysian Businessman, Mr. Mirzan Bin Mahathir



Malaysian investor and O&G business veteran, Mr. Mirzan Mahathir, to subscribe for new shares of SBI Offshore

SINGAPORE, 23 September 2014 – SGX Catalist-listed **SBI Offshore Limited** (“SBI Offshore” or the “Group”) announced today that it will raise S\$16.2 million from placing new shares to four investors including Malaysian businessman, Mr. Mirzan bin Mahathir (“Mr. Mirzan Mahathir”).

SBI Offshore, which has recently commenced negotiations to build up to five jack-up rigs for a Middle East and Chinese consortium, said that it had entered into subscription agreements (“Agreements”) to place a total of 62 million new SBI Offshore shares at 26.05 Singapore cents each.

The placement will enlarge the integrated oil and gas (“O&G”) engineering solutions provider’s issued share capital base from 187.68 million shares to 249.68 million shares. The proceeds will be used to fund working capital as it pursues business expansion, and for mergers and acquisitions (“M&A”) in the O&G sector.

Mr. Mirzan Mahathir, an experienced investor who has interests in the O&G sector, will subscribe for 27 million new shares via a wholly owned BVI-registered company, CE Ventures Offshore Ltd. (“CE Ventures”).

Millennium Marine Pte. Ltd. (“Millennium”), a Singapore-registered company owned by a Chinese investor with interests in China’s O&G industry, will also subscribe for 27 million new shares.

The other two places are a Singaporean, Mr. Osith Ramanathan – director of Ostara Capital Pte. Ltd. – and a Malaysian, Mr. Pang Shun Pen – director of SP Asia-Euro Capital Pte. Ltd. and co-founder of Ostara Capital Pte. Ltd. – who have subscribed for 4 million new shares each, representing 1.6%-stake each in the enlarged share capital base of SBI Offshore.

The placement price of 26.05 Singapore cents represents a discount of about 9.9% to the weighted average price of 28.92 Singapore cents per share for trades of SBI Offshore shares done on 18 September 2014, being the last full market day prior to the date of the Agreements, and up to the trading halt of the shares on 19 September 2014.



Following the placement, the top six shareholders of SBI Offshore will be Executive Director and CEO Mr. Tan Woo Thian (18.4%), Mr. Hui Choon Ho (12.1%), Mr. Mirzan Mahathir and Millennium (10.8% each), Executive Chairman Mr. Chan Lai Thong (8.0%) and Malaysian fund manager Pheim Asset Management Sdn. Bhd. (7.6%).

Executive Chairman Mr. Chan said: "The placement underscores investor confidence in SBI Offshore's exciting new strategy which combines design and construction of offshore rigs and providing integrated drilling equipment solutions. The proceeds will be used for working capital and for M&A opportunities which can enhance our capability to execute bigger projects with higher value."

"We also look forward to benefit from the network and business insights of our two new substantial shareholders, who have extensive experience in the O&G sector," Mr. Chan added.

"SBI Offshore is clearly transforming into an integrated O&G engineering solutions provider. I am delighted to participate in this exciting growth strategy and look forward to accelerating it via my network," said Mr. Mirzan Mahathir, an investor who also facilitates business collaboration within the region.

Mr. Mirzan is the eldest son of former Malaysian Prime Minister Tun Dr. Mahathir Mohamad and a Director of Philippine Stock Exchange-listed Petron Corporation, the largest oil refining and marketing company in the Philippines.

SBI Offshore announced on 19 August 2014 that it had won a US\$24 million jack-up rig design and engineering contract from a Middle East-Chinese consortium, which will contribute to its financial performance in FY2014 and FY2015. It has commenced negotiations with the consortium to build up to five jack-up rigs that can operate in water depths of up to 110 meters.

The Group is also engaged in preliminary discussions on several sizeable projects involving the engineering, procurement and commissioning of drilling equipment packages.

End of Release

Issued on behalf of SBI Offshore Limited by WeR1 Consultants Pte Ltd

Media & Investor Relations Contact:

WeR1 Consultants Pte Ltd
38A Circular Road Singapore 049394
Tel: (65) 6737.4844 Fax: (65) 6737.4944
Amelia Lee, Amelia@wer1.net
Benjamin Cher, Benjamin@wer1.net



About SBI Offshore Limited

Established since 1994, SBI Offshore provides engineering, fabrication and equipment solutions to the offshore and marine industry. Since its public listing in November 2009, it is evolving into an integrated engineering solutions provider to the oil and gas industry with strategic alliances.

The Group's customer base includes some of the leading owners and builders of mobile offshore drilling and production units in the world. The Group's current distribution network currently encompasses Singapore, China, Indonesia, Malaysia, South Korea and Vietnam.

This press release 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 relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST"). The Sponsor has not independently verified the contents of this press release.

This press release has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this press release, including the correctness of any of the statements or opinions made or reports contained in this press release.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02 Equity Plaza, Singapore 049705, telephone (65) 6229 8088.