



SBI Offshore Limited

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

(Company Registration Number: 199407121D)

PRESS RELEASE

**SGX-CATALIST LISTED SBI OFFSHORE QUALIFIED AS SUPPLIER TO
NORWEGIAN GIANT AKER MH AS**

SINGAPORE, 31 March 2010 – Singapore Exchange Catalist-listed SBI Offshore Limited (“SBI” or the “Group”), a leading specialist in the marine and offshore industry, is pleased to announce that the Group’s manufacturing facility, Jiangyin SBI Offshore Equipment Co., Ltd. in Jiangyin, Jiangsu Province, People’s Republic of China has been audited by Aker MH AS (“MH”), one of the world’s largest provider of drilling equipment packages, and is now qualified as a supplier to MH.

Commenting on the above, the Group’s Executive Chairman and CEO, Mr. Jonathan Hui said, “Following more than 2 years of preparations at our end and numerous discussions with various departments in MH over Asian rig builders’ desire for equipment suppliers to manufacture their equipment closer to their yards, MH acknowledges that SBI’s China manufacturing facility is “deemed likely to be a competitive supplier to the offshore industry”. MH also noted in its audit report that “SBI is motivated to become a supplier to MH, the familiarity with MH’s products, technology, and not least, people at MH, makes this obvious. Based on MH’s audit focus on SBI’s management and capability, MH would expect SBI to be a preferred supplier for MH in China”. We believe that the Group’s manufacturing facility is the only one in China audited by MH and qualified to be its supplier of drilling equipment.”

It was reported in Upstream Online on 15 March 2010 that Cosco Shipyard has won a turnkey contract worth more than US\$500 million to build a second deepwater drilling unit, Sevan Brasil, for delivery in the first quarter of 2012 and that Sevan Brasil is expected to be equipped with drilling equipment set similar to that supplied by MH for Sevan Driller, which was delivered in November 2009.

The approval by MH, which has annual revenue of approximately US\$9 billion, marks a milestone in SBI’s strategy to shift its dependence on pure agency business representing major global suppliers, towards more contract engineering business under which SBI will manufacture certain components and equipment in China.

This contract engineering allows both major equipment suppliers such as MH and the rig builders in Asia to reduce time-to-market and delivery costs by building some of the parts in China where costs are lower.

SBI will be commencing discussions with MH over big structural equipment types that can be fabricated and assembled in the Group's manufacturing facility in China – including derricks, BOP handling equipment, cranes, catwalk machines etc.

The approval follows SBI's recent joint venture with Sea Reef LLC, (a design and engineering house for winches based in Houston, USA), as well as collaborations with Veristic Technologies (designer and fabricator of derricks based in Houston, USA) and PoelTec (a design and engineering house for offshore cranes based in Rotterdam, The Netherlands).

"The strategic building blocks over the last few months put us in a good position to design and manufacture big structural equipment types for MH – on a turnkey basis" said SBI Offshore's Executive Chairman and CEO, Mr Jonathan Hui.

End of Release

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

About SBI Offshore Limited

Established since 1994, SBI Offshore has been primarily engaged in the marketing and distribution of offshore equipment to shipyards and builders of jack-up rigs, semi-submersibles, drillships, and mobile offshore production platforms in Asia.

SBI Offshore has since carved out a niche position as a significant player in Asia's growing offshore equipment market and currently represents major offshore equipment OEMs in the world, such as Aker MH AS (Norway), Wilhelmsen Marine Engineering (Norway), Jiangyin Neptune Marine Appliance Co. Ltd. (PRC) and other European equipment manufacturers.

The Group's customer base includes Jurong Shipyard and PPL Shipyard of the Sembcorp Marine Group – which have provided SBI Offshore with repeat business since 2000.

Other customers include COSCO (Nantong), CNOOC, China Merchants Heavy Industry (Shenzhen) and Jutal Engineering Co, as well as Baker Hughes, a leading global oil services company.

The Group's current distribution network currently encompasses Singapore, the People's Republic of China ("PRC"), Malaysia, Indonesia, the Philippines and Vietnam.

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

This press release 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 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.

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