



SBI Offshore Limited

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

PERFORMANCE GUIDANCE FOR THE HALF YEAR ENDED 30 JUNE 2018

The Board of Directors (the “**Board**”) of SBI Offshore Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) has reviewed the preliminary unaudited financial results of the Group for the half year ended 30 June 2018 (“**HY2018**”) and wishes to advise the shareholders that the Group did not record any revenue and expects to report a loss for HY2018. This is primarily due to the challenging economic conditions in HY2018 and it will take some time before sustained new orders occur. Nevertheless the loss for HY2018 is lower in comparison with the corresponding period in 2017 due to increase in other income as well as substantially reduction in the staff costs. However, the decrease was partially offset by an increase of foreign exchange loss from the strengthening of the US Dollar against the Singapore Dollar.

Furthermore, while oil prices have risen substantially in recent months, it remains to be seen whether this will translate into a sustainable increase in spending on new projects by oil majors and companies across the entire oil and gas value chain. While the Group remains vigilant to positive developments in the oil and gas space and has recently responded to several requests for quotations in this segment, the Group will at the same time continue to actively explore strategic business and investment opportunities in other industries with the view to charting a clear path for corporate recovery in order to restore and enhance shareholder value. Notwithstanding the challenging and uncertain market conditions, the Group has a sound balance sheet to pursue such opportunities.

Further details of the Group's financial performance will be disclosed when the Company finalises and announces its unaudited financial results for HY2018 on or before 14 August 2018.

Shareholders of the Company and potential investors are advised to exercise caution when dealing in the shares of the Company. When in doubt as to the action they should take, shareholders and potential investors should consult their financial, tax or other advisors.

By Order of the Board

Mirzan Bin Mahathir
Executive Non-Independent Chairman

31 July 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Asian Corporate Advisors Pte. Ltd. (“**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**Exchange**”). The Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.*

This announcement has not been examined or approved by the Exchange and the Exchange 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 Liao H.K.
Telephone number: 6221 0271*