MARCO POLO MARINE LTD
Incorporated in the Republic of Singapore
(Company Registration Number: 200610073Z)

TERMINATION OF RIG CONSTRUCTION CONTRACT WITH PPL SHIPYARD PTE LTD FOR THE CONSTRUCTION OF A HIGH-SPECIFICATION JACK-UP RIG

The Board of Directors (the "**Board**") of Marco Polo Marine Ltd (the "**Company**") refers to the Company's announcements dated 26 February 2014, 17 March 2014 and 1 April 2014 in respect of the US$214.3 million rig construction contract dated 26 February 2014 (as amended and supplemented) entered into between Marco Polo Drilling (I) Pte. Ltd. ("**MP Drilling**") with PPL Shipyard Pte Ltd ("**PPL**") for the construction of a high-specification jack-up rig (the "**New Rig**") based on PPL's proprietary Pacific Class 400 design (the "**Rig Construction Contract**").

Unless otherwise defined herein, capitalized terms and expressions used in this announcement shall bear the same meanings ascribed to them in the Company's announcement dated 26 February 2014 in relation to the Rig Construction Contract.

MP Drilling has today issued PPL, the builder of the New Rig, a notice of termination of the Rig Construction Contract following the latter's failure to comply with certain of its material contractual obligations. In arriving at this decision to terminate the Rig Construction Contract, MP Drilling has taken into account various factors including cracks found on all three legs of the New Rig during two rounds of tests, notwithstanding repair works carried out by PPL after the first round of tests.

In view of the termination of the Rig Construction Contract, MP Drilling will not be taking delivery of the New Rig and it will be seeking, among others, a refund from PPL of the initial amount of 10% of the contract price (approximately US$21.4 million) previously made to PPL pursuant to the Rig Construction Contract together with interest.

Further announcements on this matter will be made as and when appropriate.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.

BY ORDER OF THE BOARD

Sean Lee Yun Feng
Chief Executive Officer

17 November 2015