



Atlantic Navigation Holdings (Singapore) Limited

(Company Registration No. 200411055E)

(Incorporated in Singapore)

**CLARIFICATION OF ARTICLES REPORTED IN THE STRAITS TIMES AND
THE BUSINESS TIMES ON 20 SEPTEMBER 2018**

Unless otherwise defined or as the context otherwise requires, all capitalised terms used herein shall have the meanings ascribed to them in the announcement of the Company dated 20 September 2018.

The Board of Directors (the “**Board**” or the “**Directors**”) of Atlantic Navigation Holdings (Singapore) Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to The Straits Times and The Business Times articles dated 20 September 2018 reported online titled “*Atlantic Navigation, unit receive arbitration notices for US\$3m owed on cancelled order*” (the “**Articles**”). The Company would like to clarify the inaccuracies in the above Articles as follows: -

1. *The headers of the Articles and the first paragraphs of the Articles referred to arbitration notices for US\$3 million owed on cancelled order.*

The First Arbitration Notices dated 27 July 2018 and the Second Arbitration Notices dated 29 August 2018 (collectively, the “**Arbitration Notices**”) are in respect of the construction of two separate vessels:

- (a) The First Arbitration Notices are pertaining to the construction of PSV under PSV Shipbuilding Agreement; and
- (b) The Second Arbitration Notices are pertaining to the construction of Liftboat Vessel under LV Shipbuilding Agreement.

The First Arbitration Notices relates to a balance payment of US\$3,030,000 owing to the Chinese shipbuilder under the PSV Shipbuilding Agreement. This shipbuilding order was not cancelled and the Group had taken delivery of the vessel in 2016 and it is currently recorded under “Property, vessels and equipment” account in the balance sheet of the Group.

Further, the amount claimed on cancelled order is pursuant to the LV Shipbuilding Agreement, and it is claimed under the Second Arbitration Notices. The said claim includes damages of US\$5,825,600, and related interests and costs.

2. *The second paragraphs of the Articles referred to a contract entered into in April 2014 to construct a 75-metre liftboat.*

The 10 April 2014 contract is in respect of a self-propelled, self-elevating liftboat vessel (i.e. Liftboat Vessel), and not the 75-metre liftboat (i.e. PSV).

3. *The third paragraphs of the Articles mentioned a notice of rescission served on AMG on 8 March 2017 and made reference to the fact in the First Arbitration Notices.*

The notice of rescission served on AMG is in respect of the Liftboat Vessel for which the Second Arbitration Notices were issued.

The Company will announce at the appropriate juncture in the event of any material developments on this matter.

BY ORDER OF THE BOARD

Wong Siew Cheong
Executive Chairman and Chief Executive Officer

20 September 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), SAC Capital Private Limited, 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 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.

The contact person for the Sponsor is Ms Lee Khai Yinn (Tel: (65) 6532 3829) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.