PACC OFFSHORE SERVICES HOLDINGS LTD.[1]
(Incorporated in the Republic of Singapore)
(Company Registration No. 200603185Z)

UTILISATION OF PROCEEDS FROM THE INITIAL PUBLIC OFFERING

The Board of Directors of PACC Offshore Services Holdings Ltd. (the "**Company**") wishes to announce that an aggregate of approximately S$374.8 million of the net proceeds raised from the Company's initial public offering (after deducting the commissions and other estimated offering expenses payable by the Company) has been utilised as follows:

(a) approximately S$134.0 million has been utilised to repay part of the outstanding amount, that has matured, under the Company's revolving facility with DBS Bank Ltd.;

(b) approximately S$62.6 million has been utilised to repay part of the outstanding amount, that has matured, under the Company's revolving facility with Bank of America NA, Singapore Branch; and

(c) approximately S$146.6 million has been utilised to repay part of the outstanding amount, that has matured, under the Company's revolving facility with Oversea-Chinese Banking Corporation Limited.

The above utilisation is in accordance with the intended use of proceeds of the Company's initial public offering and in accordance with the amounts allocated, as stated in the prospectus dated 17 April 2014 registered by the Company with the Monetary Authority of Singapore.

Following the above utilisation, the Company would have materially disbursed an aggregate of approximately S$343.2 million of the proceeds to date, and the amount of unutilised proceeds is approximately S$31.6 million.

The Company will continue to make further announcements via SGXNET when the remaining proceeds of the initial public offering are materially disbursed.

By Order of the Board

Dawn Tay
Company Secretary

25 April 2014

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[1] *The initial public offering of the Company was sponsored by DBS Bank Ltd., Merrill Lynch (Singapore) Pte. Ltd. and Oversea-Chinese Banking Corporation Limited (together, the "Joint Issue Managers"). The Joint Issue Managers assume no responsibility for the contents of this Announcement.*