

VARD HOLDINGS LIMITED
(Company Registration No:201012504K)
(Incorporated in Singapore)

CLARIFICATION ON THE ANNOUNCEMENTS RELEASED ON 7 APRIL 2017 AND 10 APRIL 2017

Further to the announcements released on 7 April 2017 and 10 April 2017, the Board of Directors of Vard Holdings Limited (the “Company”) wishes to clarify as follows:

- (A) Announcement entitled “VARD secures contract for the design and construction of one live fish transportation vessel for Fjordlaks Aqua” released on 7 April 2017:

The contract is entered into in the ordinary course of business of the Company and is not estimated to have any material impact on the financial accounts of the Company.

- (B) Announcement entitled “Divestment of a non-core subsidiary, Multifag AS” released on 10 April 2017:

The consideration of NOK 12 million was arrived at, on a willing-buyer willing-seller basis, that is, the consideration was freely negotiated between the buyer and the seller.

Multifag AS has been a loss-making entity. As a result of restructuring, all business pertaining to installation work on vessels was integrated into VARD’s core operations and the land-based installation work remained in Multifag AS. The divestment is to streamline the portfolio and cut losses.

The net tangible asset value of Multifag AS is approximately NOK 14 million as at 31 December 2016. No formal valuation was commissioned as the size of the transaction is very small. The revenues of Multifag AS constituted only about 1% of Vard Group’s revenue.

BY ORDER OF THE BOARD

Submitted by Roy Reite, Executive Director and Chief Executive Officer, on 14 April 2017 to the SGX.