

TECHNICS OIL AND GAS LIMITED
(UNDER JUDICIAL MANAGEMENT)
(the “Company”)
(Company Registration No. 200205249E)

(Incorporated in Singapore)

TERMINATION OF LEASE AT 72 LOYANG WAY

The Judicial Managers wish to announce that on 8 December 2016, DBS Trustee Ltd (in its capacity as trustee of Soilbuild Business Space REIT) wrote to inform that the lease of 72 Loyang Way (the “Premises”) entered into with Technics Offshore Engineering Pte Ltd (Under Judicial Management) (“TOE”), a wholly owned subsidiary of the Company, will be terminated on 9 December 2016 as the landlord has exercised its right to re-enter the Premises.

In May 2015 when the abovementioned lease agreement was executed, the Company had provided a corporate guarantee to the landlord in respect of TOE’s lease obligations. In addition, it was intended that when TOE’s lease period of 15 years end in 2030, the Company would take over the lease of the Premises for another 8 years up to 2038.

In view of the termination of the lease agreement and the judicial management of both TOE and the Company, it is likely that the Company may receive a claim filed by the landlord against the Company in respect of TOE’s obligations as well as its own lease obligations up to year 2038.

The Judicial Managers will provide updates on material developments as and when appropriate.

Submitted by the Judicial Managers
For and On Behalf of the Company

Tam Chee Chong
Andrew Grimmett
Deloitte & Touche LLP

15 December 2016