PACC OFFSHORE SERVICES HOLDINGS LTD.

MEDIA RELEASE

POSH TERASEA WINS PROJECT FOR SERVICES AT WORLD'S LARGEST OFFSHORE FACILITY

- *POSH Terasea will project manage, tow and position the Shell Prelude floating liquefied natural gas (FLNG) platform from South Korea to the Prelude offshore gas field in Australia*

SINGAPORE, 11 JANUARY 2016 – Offshore marine services provider, PACC Offshore Services Holdings Ltd. ("**POSH**" or the "**Group**"), today revealed that its specialist offshore service contractor joint venture, POSH Terasea, has secured a project to provide towage and positioning services for the Shell Prelude floating liquefied natural gas ("**FLNG**") platform – the world's largest offshore facility ever constructed.

POSH Terasea was awarded the project after a competitive bidding process. As part of the project, POSH Terasea will undertake to tow the Shell Prelude FLNG over 3,000 nautical miles from Samsung Shipyard in Geoje, South Korea, where it is being built, to Australia, where it will be deployed. It will then position the FLNG before it begins production at the Prelude gas field in the Browse LNG Basin, 200km off the northwest coast of Australia. POSH Terasea will be in charge of the overall towage project management.

President and Director of POSH Terasea Eric Ng, said: "Towing and positioning a Floating Facilities that is about four times the size of a football field from Korea to a gas field in Australia will be a massive and complex undertaking. We are excited to be entrusted to play such a critical role in this milestone development and look forward to successfully delivering on yet another project."

For the project, POSH Terasea will deploy five vessels: Namely four Large Anchor Handling and Towage Vessels (AHT), the Terasea Osprey, Terasea Falcon, Terasea Hawk, Terasea Eagle; and one 16,000 BHP Anchor Handling Tug Supply vessel (AHTS), the POSH Champion.

The Shell Prelude FLNG facility is 488 metres long and 74 metres wide and has a fully loaded displacement capacity of about 600,000 tons. It has around 260,000 tonnes of steel in the facility alone, around five times the amount of steel used to build the Sydney Harbour Bridge.

Chief Executive Officer of POSH, Captain Gerald Seow, said, "We are proud to be part of what will be a landmark project for the entire oil and gas industry. This contract win is testament to POSH Terasea's strong track record as the world's leading offshore transport and installation services provider.

This also underscores POSH's differentiated business strategy to diversify across the offshore services sector, especially in areas with strong prospects like deepwater transport and installation."

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About PACC Offshore Services Holdings ("POSH")

PACC Offshore Services Holdings ("POSH") is listed on the Singapore Exchange and is the largest Asia-based international operator of offshore support vessels, and among the top five globally, with a diversified fleet providing marine support services to the offshore oil and gas industry.

The Group's four key business divisions are:

Offshore Supply Vessels (**"OSV"**) – supports mid- to deep-water operations of rigs and oilfield operators (exploration and construction phases)

Offshore Accommodation (**"OA"**) – operates a fleet of offshore accommodation vessels providing a range of solutions for offshore construction, modification & maintenance, and decommissioning activities

Transport & Installation (**"T&I"**) – supports marine contractors in construction and maintenance of oilfield infrastructure and pipelines

Harbour Services & Emergency Response (**"HSER"**) – operates a fleet of harbour tugs actively engaged in supporting harbour towage operators. A joint venture also provides heavy lift services to shipyards engaged in the construction, repair and conversion of ships, offshore drilling units, other offshore structures, topside production and processing facilities.

About POSH Terasea

POSH Terasea is a specialist offshore marine service contractor, focusing on niche specialty services like towage and mooring installation of Floating Production Storage and Offloading ("**FPSO**") vessels, Floating Production Systems, semi-submersibles and other offshore installations. A joint venture between PACC Offshore Services Holdings ("**POSH**") and Terasea Pte Ltd, the company has the support of well-established parent companies in the Kuok Group of Companies, Ezion Holdings and Seabridge Marine.

POSH Terasea operates the largest deepwater anchor handling tug supply (AHTS) vessels fleet globally, comprising tugs of 150-200 ton bollard pull each, and is a leading operator in the deepwater transport & installation ("**T&I**") space, having built up an impressive track record of over 200 successful ocean towage projects over the past 10 years.