SBI Offshore Limited
(Incorporated in the Republic of Singapore on 1 October 1994)
(Company Registration Number: 199407121D)

INDEPENDENT AUDITOR'S COMMENTS ON FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2018

Pursuant to Rule 704(4) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the board of directors (the "**Board**") of SBI Offshore Limited (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the independent auditor of the Company, BDO LLP, has, without qualifying its audit opinion, included in its report ("**Independent Auditor's Report**") for the audited financial statements of the Group and the Company for the financial year ended 31 December 2018 ("**FY2018**") ("**Audited Financial Statements**"), an emphasis of matter in respect of the independent review ("**Review**") commissioned by the Company on the unauthorised write-off in 2015 relating to a receivable of RMB17.3 million from a wholly owned subsidiary, Jiangyin SBI Offshore Equipment Co., Ltd. to the Company. The Review is ongoing and has not been concluded as of the date of the Independent Auditor's Report. A copy of the Independent Auditor's Report and an extract of Note 29 to the Audited Financial Statements are attached to this announcement for information.

Shareholders of the Company ("**Shareholders**") are advised to read the Audited Financial Statements in its Annual Report for FY2018, which will be dispatched to Shareholders in due course.

By Order of the Board

Mirzan Bin Mahathir
Executive Non-Independent Chairman

3 April 2019

*This announcement has been prepared by SBI Offshore Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. 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. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.