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

JOINT VENTURE PARTNER IN MEXICO

The Company has signed a term sheet with Grupo Pegaso, a Mexican conglomerate. Pursuant to the term sheet, Grupo Pegaso will acquire interests in the Company's joint ventures in Mexico which are involved in the owning and chartering of offshore support vessels. The parties are now working towards signing a definitive agreement.

Grupo Pegaso, based in Mexico City, manages the investments of the Burillo Azcárraga family. Its portfolio covers an extensive array of investments from telecommunications, real estate, agro industries, sports, technology, media, aviation and energy, among others.

By Order of the Board

16 July 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.*