



PACC OFFSHORE SERVICES HOLDINGS LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 200603185Z)

ANNOUNCEMENT ON LITIGATION

The Board of Directors of PACC Offshore Services Holdings Ltd. (the “**Company**” together with its subsidiaries, the “**Group**”) refers to the announcements dated 3 September 2015, 3 May 2017 and 6 August 2018 in relation to the Claim and subsequent amendments by Kensteel Engineering Pte Ltd (in liquidation) (the “**Plaintiff**”).

In January 2015, the Company entered into a sale and purchase agreement (the “**SPA**”) with the Plaintiff for the acquisition by the Company of a property in Singapore (the “**Acquisition**”). Under the terms of the SPA, the Acquisition was subject to the Plaintiff obtaining approval from Jurong Town Corporation (“**JTC**”). The Plaintiff’s application for such approval was rejected by JTC and the Company sought a refund of the deposit and GST paid under the SPA from the Plaintiff. The Plaintiff claimed a total amount of S\$30.519 million (the “**Claim**”). The Company contested the Claim and counterclaimed for the return of the deposit and GST paid by the Plaintiff as well as for interest and costs.

On 2 August 2018, the Singapore High Court granted judgment on the merits in favour of the Company’s counterclaim and held the Company was entitled to the return of the deposit and GST paid by the Plaintiff, and interest, with costs to be determined at a further hearing on 13 November 2018. The Plaintiff had also discontinued the Claim against the Company and undertook that it shall not bring any subsequent action against the Company for the same or substantially the same cause of action.

The Company has recovered the sum of SGD3,428,477.22 from the Plaintiff. Further announcements will be made by the Company as and when appropriate.

By Order of the Board

Andy Soh Yan Lee
Company Secretary
16 October 2018