

## **GENERAL BUSINESS UPDATES**

The Board of Directors (the “**Board**”) of EMS Energy Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcements released by the Company on 22 October 2015 in relation to the letter of intent signed with a reputable Asian shipyard (the “**LOI Announcement**”), on 27 January 2016 and 10 May 2016 in relation to the contracts won by the Group (the “**Contracts Announcements**”) and the Company’s annual report for the financial year ended 31 December 2015 (the “**Annual Report**”). Unless otherwise defined, all terms and references used herein shall bear the same meaning ascribed to them in the respective announcements.

Further to the LOI Announcement, the Company wishes to inform that the Company has not entered into any formal contract with the Buyer, or signed any subsequent agreement with the Buyer to extend the LOI. The Company continues to maintain contact with the Buyer with the intention to enter into formal contract. There were no committed financial resources and/or obligations prior to the signing of the formal contract. Accordingly, there is no material impact on the net earnings per share or the net tangible assets per share of the Group for the current financial year ending 31 December 2016.

Further to the Contracts Announcements, the Company wishes to inform that the projects are progressing on schedule. In addition, Koastal Eco Industries Co. Ltd. (“**KEI**”) has been awarded two additional contracts aggregating Vietnamese Dong 38,795,040,200 (approximately S\$1.69 million) and EMS Energy Solutions Pte. Ltd. has been awarded a new contract which amounted to approximately S\$225,000.

The Company has been proactive in reaching out to its creditors on restructuring and/or negotiating the payment schedules, including, amongst others, refinancing and/or restructuring of bank loan covenants, repayment schedules for amount owing to trade creditors, as well as the S\$10.47 million amount owing to third parties as noted in Note 4 of the Company’s Annual Report.

Such process is on-going and as at the date of this announcement, there are no legal proceedings against the Group pursuant to any letters of demand. To the best of the Directors’ knowledge and belief, they are not aware of any pending legal proceedings against the Group pursuant to any letters of demand.

The Company also refer to the announcement of Swiber Holdings Limited (“**Swiber**”) dated 28 July 2016 in relation to its application to wind up its operations. The Group does not have any business dealings with Swiber. As such, the winding up of Swiber is not expected to have any financial impact on the net earnings per share or the net tangible assets per share of the Group for the current financial year ending 31 December 2016.

Shareholders and potential investors should exercise caution when trading in the Shares of the Company. The Company will make the necessary announcements as and when there are further material developments. Shareholders are advised to read this announcement and any further announcements by the Company carefully, and to trade with caution, pending more information to be disclosed.

By Order of the Board  
EMS Energy Limited

Ting Teck Jin  
Executive Chairman  
1 August 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant Catalist rules. The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made, or reports contained in this announcement.*

*The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President, and Mr Lan Kang Ming, Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.*