

OEL (HOLDINGS) LIMITED
(Company Registration Number 198403368H)
(Incorporated in Singapore)

UPDATE ON ARBITRATION PROCEEDINGS – ARBITRATION AWARD

1. The Board of Directors (the "**Board**") of OEL (Holdings) Limited (formerly known as Oakwell Engineering Limited) (the "**Company**" or "**OEL**") refers to the Company's announcements dated 5 February 2013 and 22 February 2013 (collectively, the "**Announcements**") in relation to the arbitration proceedings commenced by the Boskalis Entities (as defined in the Announcements) against the Company (in SIAC Arbitrations No. 010 and 012/13/KN) and OSC Co. Ltd (formerly known as Oakwell Shipyard Co. Ltd) ("**OSC**"), the Company's wholly-owned subsidiary incorporated in Thailand (in SIAC Arbitrations No. 009 and 011/13/KN) (collectively, the "**Consolidated Arbitration**").
2. Capitalised terms used in this announcement shall bear the same meaning as defined in the Announcements.
3. The Board wishes to announce that the final award in the Consolidated Arbitration was issued on 4 December 2014. In summary, the Arbitral Tribunal ordered *inter alia* the following:
 - (a) OSC and OEL jointly and severally shall pay Boskalis the sum of S\$925,683.05 in respect of the Boskalis Entities' claims.
 - (b) OSC and OEL jointly and severally shall pay the Boskalis Entities the sum of S\$73,841.58 in respect of the costs of the Consolidated Arbitration.
 - (c) OSC shall pay Boskalis S\$2,436,372.90 and US\$70,028.84 in respect of legal and other costs relating to the Consolidated Arbitration.
 - (d) The Boskalis Entities shall pay OSC the sum of S\$321,431.29 plus Thai Baht 629,593.35 in respect of the legal and other costs relating to the Consolidated Arbitration.
 - (e) The Boskalis Entities shall pay OEL the sum of S\$50,662.72 in respect of the legal and other costs relating to the Consolidated Arbitration.
 - (f) Simple interest at the rate of 5.33% per annum shall be paid from the date of the final award until date of payment upon all sums awarded.
 - (g) OSC shall return to the Boskalis Entities for cancellation the undertaking provided by the Boskalis Entities, the guarantee furnished by BNP Paribas, Singapore Branch to OSC and the amendment to the guarantee.
 - (h) All other claims and counterclaims for relief in the Consolidated Arbitration are dismissed.

4. The Company is presently evaluating its options together with its legal advisors, following the final award. The Company will update shareholders and the public as and when there are any material developments in relation to the aforesaid matter.

By Order of the Board

Juliana Tan
Company Secretary
8 December 2014

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined 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 details of the contact person for the Sponsor are:

*Name: Mr Tan Chong Huat (Registered Professional, RHT Capital Pte. Ltd.)
Address: Six Battery Road, #10-01, Singapore 049909
Tel: (65) 6381 6757*