



KIM HENG OFFSHORE & MARINE HOLDINGS LIMITED
(Company Registration Number: 201311482K)
(Incorporated in the Republic of Singapore on 29 April 2013)

CLARIFICATION ON A BUSINESS TIMES ARTICLE PUBLISHED ON 2 JUNE 2014

The Board of Directors (the “**Board**”) of Kim Heng Offshore & Marine Holdings Limited (the “**Company**”) refers to an article published in The Business Times today entitled “Kim Heng eyes M&As for expansion” (the “**Article**”). The Board would like to make the following clarifications in connection with the Article:-

1. The Article stated that “*Overall, Mr Tan has targeted a 20-30 per cent growth for Kim Heng in the next one year as he highlights that the global drilling outlook remains very robust*”.

The Board wishes to clarify that the above target is an internal management sales target and does not represent a growth forecast.

2. The Articles stated that “*The group has secured forward commitments of over \$40 million... with most of them to be recognized in the next “two or three months”*”.

The Board wishes to clarify that the forward commitments with estimated revenue of over \$40 million are expected to be recognized by the end of 2014, and barring unforeseen circumstances, the majority of these commitments are expected to be recognized within the next 2 to 3 months. The aforesaid commitment has been disclosed by the Company in paragraph 10 of the 1Q2014 Announcement which stated that “... *the Group has strong forward business and has secured commitments with estimated revenue of S\$40.0 million (over and above 1Q2014 revenue) as at May 2014 and excluding ad-hoc and other projects that the Group may secure for the rest of 2014*”.

By Order of the Board
Tan Keng Siong Thomas
Executive Chairman & CEO
Kim Heng Offshore & Marine Holdings Limited
2 June 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor (“Sponsor”), Canaccord Genuity Singapore Pte. Ltd., 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 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.

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