

Swiber Holdings Limited
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CHANGE OF INTEREST IN SOMEX HOLDINGS B.V.

The board of directors of Swiber Holdings Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that Somex Holdings B.V. ("**Somex**"), a wholly-owned subsidiary of the Company, together with the Company has entered into a subscription agreement (the "**Subscription Agreement**") with an independent investor in the oil and gas business in Mexico (the "**Investor**") to allot and issue to the Investor: (i) 23,333 new ordinary shares (the "**New Shares**") at the nominal value of US\$1.00 per New Share for an aggregate subscription price of US\$23,333 in cash; and (ii) 52,500,000 convertible participating preferred shares (the "**New Preferred Shares**") at the nominal value of US\$1.00 per New Preferred Share for an aggregate subscription price of US\$52,500,000 in cash (collectively, the "**Investment**").

As of the date of this announcement, the Company holds 10,000 ordinary shares and 87,996,400 convertible participating preferred shares in Somex. The aggregate subscription price for the New Shares and the New Preferred Shares was arrived at following arms' length negotiations on a willing buyer, willing seller basis.

Upon the completion, the Investor will hold 70.0%, and the Company will hold the remaining 30.0%, of the enlarged issued share capital of Somex. Accordingly, Somex will cease to be a subsidiary of the Company and become an associate company of the Company.

Upon issuance, each New Preferred Share will carry a preferred dividend rate of 10.0% per annum, payable upon, inter alia, redemption or conversion into ordinary shares (as the case may be). The New Preferred Shares may be redeemed (in whole or partially) by Somex, or converted by the Investor into ordinary shares of Somex at the conversion ratio of 1 : 1, at any time during the period of four years from their date of issue. Any outstanding New Preferred Shares shall be redeemed by Somex on the date falling five years after their date of issue (subject to any restrictions from applicable laws).

The proceeds from the Investment will be used by Somex for working capital and general corporate purposes, including inter alia, developing its oil and gas business in Latin America.

The issue of the New Shares may result in a gain on deconsolidation of Somex in the financials of the Company and the Group for the current financial year ending 31 December 2016.

None of the directors or controlling shareholders of the Company has any interest in the Investment, save for their respective interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company and/or Somex.

Shareholders and potential investors should exercise caution when trading in the Shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax or other professional adviser immediately.

By Order of the Board

Raymond Kim Goh
Chairman

1 July 2016