

VARD HOLDINGS LIMITED
(the "Company")
(Company Registration No:201012504K)
(Incorporated in Singapore)

RESPONSE TO QUERIES FROM THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED ("SGX-ST") ON THE ANNOUNCEMENT RELEASED ON 14 FEBRUARY 2017

The Company refers to the announcement released on 14 February 2017, entitled "VARD secures contract for the design and construction of one krill fishing vessel for Aker BioMarine". In response to the following queries from the SGX-ST, the Company provides the information set out below:

Query (a): Please disclose the value of the contract that has been announced.

Response: The value of the contract for VARD is approximately NOK 750 million.

Query (b): We note that the contract is "still subject to certain conditions, including customary financing conditions". Please clarify and disclose the conditions that the contract is subjected to.

Response: The contract is subjected to the buyer obtaining suitable financing, approval from its board of directors, and reaching a satisfactory technical and commercial solution for the krill process plant to be installed on the vessel.

Query (c): Please disclose the financial impacts arising from the contract.

Response: The contract is entered into in the ordinary course of business of the company and is not estimated to have any material impact on the financial accounts of the company.

BY ORDER OF THE BOARD

Submitted by Roy Reite, Executive Director and Chief Executive Officer, on 20 February 2017 to the SGX.