PACC OFFSHORE SERVICES HOLDINGS LTD
(Company Reg No. 200603185 Z)

PROFIT GUIDANCE FOR THE GROUP'S UNAUDITED FINANCIAL RESULTS FOR FOURTH QUARTER AND FULL YEAR ENDING 31 DECEMBER 2015

The Board of Directors of PACC Offshore Services Holdings Ltd (the "**Company**", together with its subsidiaries, collectively the "**Group**") wishes to announce a profit guidance for the unaudited consolidated financial statements for the fourth quarter ending 31 December 2015 ("4Q2015") and full year ending 31 December 2015 ("FY2015"), following a preliminary review of the draft unaudited management results to-date.

The current depressed state of crude oil prices has had an adverse impact on the global offshore marine industry. As a result of this challenging market condition and the uncertainty when the offshore marine industry will recover, the Group carried out a preliminary assessment of the goodwill arising from the acquisition of PSA Marine's offshore business in 2007. Pursuant to the said review, the Group is of the view that an impairment for part of the goodwill value has to be made, While the value of the goodwill to be impaired is yet to be determined, it is expected that this will have a significant adverse impact on the financial results of the Group, for 4Q2015 and FY2015, such that it will likely be a loss for the year. There may also be impairment in the Company's investment in certain subsidiaries.

Details of the Group's financial performance for 4Q2015 and FY2015 will be disclosed when the Company announces its unaudited consolidated financial results for the relevant periods. In the meantime, shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board

Dawn Tay
Joint Company Secretary

The initial public offering of the Company was sponsored by DBS Bank Ltd., Merrill Lynch (Singapore) Pte. Ltd. and Oversea-Chinese Banking Corporation Limited (together, the "Joint Issue Managers"). The Joint Issue Managers assume no responsibility for the contents of this Announcement.