

ANNOUNCEMENT

UPDATE ON CLAIMS AND LEGAL PROCEEDINGS AGAINST THE GROUP

The board of directors (the “**Board**”) of EMS Energy Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcements released by the Company on 23 September 2016 and 28 September 2016 in relation to, *inter alia*, the amount of claims received by the Group as at the date of the announcements (the “**Update Announcements**”).

The Board wishes to announce that, as of 13 October 2016, the total sum of claims (including letters of demand, notice of legal proceedings, as well as statutory notices of demand under the Companies Act (Cap. 50) (the “**Companies Act**”)) received by the Group is approximately S\$21.5¹ million. Of the S\$21.5¹ million, S\$12.4¹ million were from trade and other creditors, while the remaining S\$9.1¹ million were from banks.

The Group has also received notice of 22 legal proceedings, commenced by parties against the Group in respect of certain of the foregoing claims. As of 13 October 2016, the aggregate amount claimed under such proceedings is approximately S\$4.6¹ million.

As stated in the announcement released by the Company on 5 October 2016, the High Court of the Republic of Singapore (“**Court**”) has granted the Company, Koastal Industries Pte. Ltd. (“**KIPL**”) and EMS Energy Solutions Pte. Ltd. (“**EES**”) (collectively, the “**Applicants**”) an interim moratorium under section 210(10) of the Companies Act which restrains, for a period until 4 November 2016 or until the Court otherwise orders, all pending, contingent, or fresh suits, actions or proceedings against the Applicants or any enforcement or execution against any assets of the Applicants except by leave of the Court and subject to such terms as the Court imposes, save that secured creditors of KIPL and EES shall be at liberty to enforce their security interest under any security provided by KIPL and EES to the secured creditors as they deem fit in their sole discretion.

By Order of the Board
EMS Energy Limited

Ting Teck Jin
Executive Chairman
14 October 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, UOB Kay Hian Private Limited (the “**Sponsor**”) for compliance with the relevant Catalist rules. The Sponsor has not independently verified the contents of this announcement.*

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made, or reports contained in this announcement.*

The contact persons for the Sponsor are Mr Alvin Soh, Head of Catalist Operations, Senior Vice President, and Mr Lan Kang Ming, Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.

¹ Based on an exchange rate of S\$1.38 : US\$1 and S\$0.21 : RMB1.