PACC OFFSHORE SERVICES HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company Registration No. 200603185Z)

ANNOUNCEMENT PURSUANT TO RULE 704(31) OF THE LISTING MANUAL

Pursuant to Rule 704(31) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors of PACC Offshore Services Holdings Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that the following loan facilities contain a condition (the "**Relevant Condition**") which makes reference to the shareholding interest of the Company's controlling shareholder or places restrictions on a change of control of the Company.

Facilities	Relevant Condition
Up to an aggregate of US$31,605,000 mortgage-backed 7-year term loan facilities on 5 vessels	In the event that Kuok (Singapore) Limited ceases to be the single largest shareholder of the Company, the lender may, by not less than 5 business days' notice to the borrower, require the prepayment of the whole of the facility then outstanding.

The event described under the Relevant Condition has not occurred. Assuming such an event occurs and causes a cross default under other borrowings of the Group, the aggregate level of facilities that may be affected is approximately US$762.2 million (excluding interest and excluding the facilities which are the subjects of this announcement) as at the date hereof. This does not take into account the amount of loan facilities which have not been, and which remain available for, drawdown.

By Order of the Board

Lim Ka Bee
Company Secretary
27 December 2017