PENGUIN INTERNATIONAL LIMITED

(Company Registration Number: 197600165Z)

NEW SHIPBUILDING AND MAINTENANCE CONTRACT

The Board of Directors of Penguin International Limited (the "Company", and together with its subsidiaries, the "Group") is pleased to announce that Singapore's Ministry of Home Affairs ("MHA") has awarded a contract to a consortium formed by the Company and Singapore Technologies Marine Ltd ("ST Marine") for a design, construction and system maintenance programme for a Heavy Marine Fire Vessel, a Heavy Marine Rescue Vessel and a Marine Rescue Vessel.

The consortium allows both the Company and ST Marine to leverage on each other's capabilities to provide a total package solution to MHA. Construction of the vessels is anticipated to commence in mid-2017, with delivery expected in 2019.

The contract is not expected to have any material impact on the consolidated net tangible assets per share and earnings per share of the Group for the current financial year.

None of the Directors or Controlling Shareholders of the Company has any interest, direct or indirect, in the above matter other than through their shareholding interests in the Company.

BY ORDER OF THE BOARD

James Tham Tuck Choong
Managing Director
19 December 2016