PACC OFFSHORE SERVICES HOLDINGS LTD.[1]
(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 conditions (the "**Relevant Conditions**") which make reference to the shareholding interest of the Company's controlling shareholder or places restrictions on a change of control of the Company.

No.	Facility	Relevant Condition
1.	US$112,000,000 mortgage-backed 7-year term loan facility on the vessel "POSH Xanadu"	If Kuok (Singapore) Limited ceases to be the largest shareholder of the Company: (a) the Company shall promptly notify the lender upon becoming aware of that event; (b) the Company may not make a utilisation unless otherwise agreed by the lender; and (c) the lender may cancel the facilities and declare all outstanding utilisations, together with accrued interest, and all other amounts accrued under the facility agreement immediately due and payable, whereupon the facilities will be cancelled and all such outstanding amounts will become immediately due and payable. In the case of the relevant revolving credit facility, the lender may also declare that full cash cover in respect of each letter of credit or bank guarantee is immediately due and payable.
2.	5-year revolving credit facility (US$100,000,000 available on a committed basis and US$175,000,000 available on an uncommitted basis)	
3.	5-year revolving credit facility (US$100,000,000 available on a committed basis and US$175,000,000 available on an uncommitted basis)	

None of the events described under the Relevant Conditions has 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$193 million (excluding interest and exclusive of the facilities which are the subjects of this announcement) as at the date hereof. This does not take into account: (a) the amount of loan facilities which have not been, and which remain available for drawdown; and (b) the amount of loan facilities which have been drawdown but which are intended to be refinanced by the facilities which are the subjects of this announcement.

By Order of the Board

Lim Ka Bee
Company Secretary
28 January 2016

[1] *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.*