

CHARISMA ENERGY SERVICES LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199706776D)

TERMINATION OF CONTRACT TO PROVIDE A RIG TO SUPPORT A SOUTHEAST ASIAN BASED NATIONAL OIL COMPANY IN THE ANDAMAN SEA

The Board of Directors (the "Board") of Charisma Energy Services Limited (the "Company" or "Group") refers to the Company's announcement made to the SGX-ST on 23 September 2013 related to a contract to provide a rig to support a Southeast Asian based national oil company in the Andaman Sea (the "Announcement").

Unless otherwise defined herein, all capitalized terms used herein shall bear the same meaning as ascribed to it in the Announcement.

The Company wishes to announce that due to delays in the commencement of the project which is no fault of the Company, the parties to the aforesaid contract have agreed to terminate the contract, without any accrued liability or losses arising therefrom. The termination is not expected to have any material impact on the earnings per share or net tangible asset value per share of the Company for the year ending 31 December 2014.

The Group will redeploy its capital for other projects that are currently under study.

By Order of the Board

Lim Ka Bee
Company Secretary
31 March 2014

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in this announcement. This announcement has not been examined or approved by the SGX-ST.

The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Lance Tan at 36 Carpenter Street, Singapore 059915, telephone:(65) 6323 8383; email: ltan@cnplaw.com