NauticAWT Limited

(Company Registration Number: 201108075C)

(Incorporated in the Republic of Singapore)

BINDING HEADS OF AGREEMENT WITH ENRA GROUP BERHAD TO UNDERTAKE DECOMMISSIONING AND ABANDONMENT PROJECTS IN MALAYSIA

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1. INTRODUCTION

1.1 The board of directors (the "**Board**" or "**Directors**") of NauticAWT Limited ("**NauticAWT**" or the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that its indirect subsidiary, AWT International (Asia) Sdn. Bhd. ("**AWT**"), had, on 21 September 2015, entered into a binding heads of agreement ("**HOA**") with Enra Group Berhad ("**ENRA**"). The HOA is in connection with a collaboration to undertake well, platform and field abandonment and decommissioning projects with any direct or indirect subsidiaries of Petroliam Nasional Berhad ("**Petronas**") or oil and gas operators in Malaysia (the "**Malaysian Opportunities**").

1.2 AWT and ENRA (collectively, the "**Parties**") will establish a special purpose vehicle ("**SPV**") as the project management vehicle as well as to undertake the provision of related services, equipment and machineries in relation to the Malaysian Opportunities.

2. ABOUT ENRA[1]

ENRA is a company listed on the Main Market of Bursa Malaysia Securities Berhad that is exploring new opportunities in the oil and gas sector. The major shareholders of ENRA are Dato' Kamaluddin Bin Abdullah and Dato' Mazlin Bin Md Junid. Its board of directors comprise the aforementioned 2 major shareholders as well as Tan Sri Dato' Seri Shamsul Azhar Bin Abbas (former president and chief executive officer of Petronas), Datuk Ali Abdul Kadir (former chairman of the Malaysian Securities Commission), Datuk Anuar Ahmad (former executive vice-president of Petronas' gas and power business), Teo Chee Kok (certified chartered accountant) and Loh Chen Yook (entrepreneur).

3. SALIENT TERMS OF THE HOA

3.1 The Parties will enter into a shareholders agreement to formally set out the detailed terms of their proposed joint effort to establish the SPV to procure, undertake, perform and execute the Malaysian Opportunities ("**Shareholders Agreement**").

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1 The information about ENRA set out in this paragraph 2 was provided by ENRA, which has been extracted and reproduced herein. In respect of such information, the Directors have not independently verified the accuracy and correctness of the same and the Directors' responsibility is limited to the proper extraction and reproduction herein in the context that the information is being disclosed in this announcement.

3.2 Save as otherwise mutually agreed between the Parties, the Shareholders Agreement shall reflect the intention and understanding of the Parties in the HOA and in respect of the Malaysian Opportunities as well as any mutually agreed operations outside Malaysia, which may be amended from time to time by mutual agreement.

3.3 The Parties seek to collaborate to optimise their combined strengths to seek, explore and/or secure primarily the Malaysian Opportunities.

3.4 AWT and ENRA shall own 49% and 51% of the equity interests in the SPV respectively.

3.5 AWT shall have the first right of refusal to perform all project management and technical engineering services to the SPV in relation to the Malaysian Opportunities.

3.6. If the SPV decides to outsource the provision or supply of assets, machine, equipment and services as well as related services for the Malaysian Opportunities, ENRA will be given the first right of refusal to provide or supply the aforesaid to the SPV at competitive international market rates and terms.

3.7 The Parties shall respectively contribute or make available the following matters to identify, analyse and secure the Malaysian Opportunities:

(a) AWT's operational and technical experience in abandonment and decommissioning projects in Southeast Asia, including Malaysia and Australia; and

(b) ENRA's resources, qualifications, abilities, and other capabilities as well as its business network, contacts or relationships, particularly, access to information or otherwise, with respect to the Malaysian Opportunities.

3.8 The Parties shall discuss in good faith to agree and finalize the terms and conditions of the Shareholders Agreement and to execute the Shareholders Agreement within 60 days from the date of the HOA or such other mutually agreed time frame ("**Cut-Off Date**"). The Parties also agree that the SPV shall be wound up if the business of the SPV does not commence or having commenced is not profitable within 3 years after the date of the Shareholders Agreement or such other period as shall be mutually agreed by the Parties in writing.

3.9 If the Parties fail to finalise the Shareholders Agreement on or before the Cut-Off Date, either Party may terminate the HOA by giving 7 days' written notice to the other Party.

3.10 Unless otherwise agreed in writing by the Parties, neither Party shall enter into any agreement, arrangement or discussion with any third party regarding any proposal or transaction or do any act or thing which would be inconsistent, in conflict or competing, with the proposed collaboration contemplated under the HOA.

4. INTEREST OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or substantial shareholders of the Company and their respective associates has any interest, direct or indirect, in the HOA or the transactions contemplated therein (other than through their shareholdings in the Company, if any).

5. ANNOUNCEMENTS

Further announcements in relation to the HOA (including the execution of the Shareholders Agreement) will be made in due course as and when appropriate.

By Order of the Board

John Grønbech
Executive Director and CEO
21 September 2015

Overview of NauticAWT Limited

NauticAWT Limited is a Singapore headquartered firm offering subsurface, subsea and surface facilities engineering services and contracting solutions to the oil and gas industry. The Group is engaged in field exploration, field development and field refurbishments including design life extensions and production enhancement for ageing and mature assets for its clients.

With a global reach of 11 offices across Southeast Asia, Australasia, Middle East, Latin America and India, NauticAWT provides a comprehensive range of technical and commercial solutions to the oil and gas industry. Through its multi-disciplined offerings, the Group is able to deliver customised technical greenfield development services and brownfield enhancement and extension solutions, either stand-alone solutions or as an integrated package. The Group also produces a unique range of UHPC and HPC materials for subsurface, subsea and surface applications, which is marketed under its NAX™ trademark.

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Canaccord Genuity Singapore Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes 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.

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