NEWS RELEASE

Vallianz Establishes Marine Base by Acquiring Shipyard Facility in Batam for S$19.8 Million

- Consideration to be satisfied by issue of new shares at S$0.138 per share, representing a 24% premium to Vallianz's weighted average share price
- Group expects to reap cost savings from its marine base as it continues expanding vessel fleet
- Vendors are industry veterans with extensive experience in the marine sector

Singapore, 22 September 2014 – Vallianz Holdings Limited ("**Vallianz**" or the "**Group**"), a fast growing provider of offshore support vessels and integrated marine solutions to the oil and gas industry, today announced that its wholly-owned subsidiary Vallianz Shipbuilding & Engineering Pte. Ltd. ("**VSE**") has entered into a conditional sales and purchase agreement ("**SPA**") to acquire a shipyard facility in Batam, Indonesia for S$19.8 million ("**Consideration**") to establish its own marine base.

Pursuant to the SPA, VSE will acquire the entire share capital of Singapore-incorporated Jetlee Shipbuilding & Engineering Pte Ltd ("**Jetlee**") and its 99% owned Indonesian entity PT United Sindo Perkasa ("**PTUSP**" and together with Jetlee, the "**Jetlee Group**") (the "**Acquisition**"). PTUSP owns a fabrication and engineering shipyard located at Kabil, Nongsa, Batam City, Kepulauan Riau Province, Indonesia (**"Marine Base**"). The Marine Base occupies a land area of about 8.8 hectares with a water front of about 390 metres in length.

The Consideration shall be satisfied by the issue of approximately 143.3 million ordinary shares in the capital of Vallianz ("**Consideration Shares**") at an issue price per Consideration Share of S$0.138 ("**Issue Price**"). The Issue Price represents a significant premium of 24% to Vallianz's volume weighted average price of S$0.1116 per share on 19 September 2014. The Consideration was arrived at on a willing seller and willing buyer basis after taking into account existing assets, valuation of the Marine Base and financial position of Jetlee Group.

Chief Executive Officer of Vallianz, Mr Darren Yeo said, "With direct ownership in a shipyard facility, Vallianz will have its own marine base to dock and carry out maintenance operations for our vessels and third-party vessels that are managed by the Group. As we continue with our fleet expansion program, we expect to reap greater cost savings and operating efficiencies from having our own marine base as compared to leasing third-party shipyards."

Mr Yeo added, "The shareholders of Jetlee are industry veterans with decades of experience in the marine sector. They will be allotted new shares in Vallianz that are priced at S$0.138 per share, which is a significant premium to the current share price. This clearly underscores their confidence in the Group's business and growth prospects."

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The shareholders of Jetlee Group include Mr. Ng Chee Keong, Mr. Chan Kwan Bian and Mr. Teo Guo Ping, who have a combined stake of 90% in Jetlee. Mr. Ng Chee Keong, who founded Jetlee in 1992 as a joint venture with Pan-United Marine Limited, is experienced in the marine and engineering field. Mr. Chan Kwan Bian is an industry veteran in the marine and offshore sector and was a co-founder of Labroy Marine Ltd. which was formerly listed on the SGX-ST and subsequently sold to Dubai Drydocks World LLC in 2008 for US$1.7 billion. Mr. Teo Guo Ping, who was with Pan-United Corporation Limited prior to joining Jetlee in 2002, has over 20 years of experience in the shipbuilding industry.

The Acquisition is subject to the fulfillment of several conditions including approval for the allotment and issue of the Consideration Shares, and receipt of licenses or permissions that are deemed necessary in respect of the Acquisition.

This news release should be read in conjunction with the Group's announcement posted on the SGX website on 22 September 2014.

About Vallianz Holdings Limited

Vallianz Holdings Limited is a fast growing provider of offshore support vessels and integrated offshore marine solutions to the oil and gas industry. Headquartered in Singapore, the Group provides offshore marine services to oil majors and national oil companies worldwide. Today, Vallianz owns a young fleet of over 29 offshore support vessels and covers markets in Asia Pacific, the Middle East and Latin America. To strengthen its foundation for growth, the Group is currently executing initiatives to expand its asset base and geographical reach. Besides working towards its goal of 50 vessels by 2016, Vallianz also plans to broaden its range of vessel offerings. At the same time, the Group will continue seeking opportunities and strategic alliances to increase its penetration in the major and emerging offshore oil and gas exploration markets. Listed on SGX-Catalist, Vallianz is helmed by an experienced Board and management team.

For more details, please refer to www.vallianzholdings.com

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

This news release has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this news release including the correctness of any of the statements or opinions made or reports contained in this announcement.

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