MERCATOR LINES (SINGAPORE) LIMITED
(UNDER JUDICIAL MANAGEMENT)
(Incorporated in Singapore)
(Company Registration Number 200507205N)
(the "**Company**")

TERMINATION OF IMPLEMENTATION AGREEMENT

The Company refers to the SGX announcement dated 12 July 2017 regarding the termination of the Implementation Agreement.

On 12 July 2017, the Company's Judicial Manager announced the termination of the Implementation Agreement ("**IA**") with Nickolaos Mitropoulous and Dimitrios Podaridis (collectively the "**Individual Parties**") as a result of the Individual Parties' failure to meet their conditions precedent.

Pursuant to the IA, the Individual Parties undertook to (a) incorporate a holding company in Singapore ("Essence Holdco") and engage a duly authorised full sponsor by 30 April 2017, and (b) acquire through Essence Holdco the entire share capital of three (3) operating subsidiaries and Essence Group Pty Ltd (a company incorporated in Australia) directly or indirectly by 29 May 2017.

Whilst the Judicial Manager regularly followed up with the Individual Parties and allowed additional time to satisfy their abovementioned conditions precedent, the Individual Parties have been unable to do so.

Accordingly, the Judicial Manager has terminated the Implementation Agreement with the Individual Parties and recommenced his efforts to source alternative investors.

YIT CHEE WAH
Judicial Manager
17 July 2017