

SINWA LIMITED
(Company Registration No. 200206542H)
(Incorporated in the Republic of Singapore)
(the "Company")

ANNOUNCEMENT OF COURT JUDGMENT

Where capitalised terms are used in this announcement and not otherwise defined herein, such capitalised terms shall bear the same meanings as used in the Company's announcements dated 4 September 2009, 22 April 2010, 29 September 2010 and 10 February 2012 in relation to the Suit No. 875 of 2010/T.

The board of directors (the "**Board**") of the Company wishes to announce that the trial of Suit No. 875 of 2010/T, a suit filed by the Company on behalf of Nordic International Limited ("**NIL**") claiming damages against Morten for his breach of fiduciary duties, has been concluded and that the High Court of the Republic of Singapore (the "**Court**") released its judgment on 4 January 2017. The salient points of the judgment are:-

- (a) The Court allowed NIL's claim and order that an account be taken of the profits which Morten has made in procuring the purported assignment.
- (b) The quantum of compensation that Morten is liable to NIL for causing the withholding of charter hire is to be reserved for assessment (the "**Assessment**") until the conclusion of the arbitration between NIL and BGP Geoexplorer Pte Ltd ("**BGP**") (the "**Arbitration**").
- (c) NIL shall have liberty to apply for the Assessment to be restored following the outcome of the Arbitration.
- (d) Morten shall pay costs and disbursements of the legal actions totaling S\$110,000.00.

The Board does not expect this lawsuit to have any material impact on the Group's performance for the financial year ended 31 December 2016 and will make the relevant announcement to update on the outcome of the Arbitration when there is a material development.

By Order of the Board
SINWA LIMITED

BRUCE WILLIAM RANN
Chief Executive Officer and Executive Director
5 January 2017