

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

DEEDS OF SETTLEMENT

Where capitalised terms 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 on 4 September 2009, 22 April 2010, 29 September 2010, 10 February 2012 and 5 January 2017 in relation to the Claims.

Further to announcement of Court Judgement dated 5 January 2017, the Board is pleased to announce that the Company’s wholly owned subsidiary Sinwa SS (HK) Co Limited (“**Sinwa SS (HK)**”) and Sinwa SS(HK)’s 50% owned associated company, Nordic International Limited (“**NIL**”) have entered into two (2) full and final deeds of settlement on 8 December 2017 to resolve all the disputes between the Parties arising out of and/or connected with Sinwa SS (HK) and Morten’s shareholding in NIL, and arising from the Vessel including but not limited to the settlement of the BGP Arbitration, OS 781 and the Suit 875, respectively.

The two (2) final deeds of settlement are:

- (a) Deed of Settlement with Morten, Nordic Maritime Pte Ltd, Nordic Geo Services Limited, and BGP Geoexplorer Pte Ltd (“**BGP**”); whereby BGP will pay NIL S\$750,000 (the “**BGP Settlement Sum**”); and
- (b) Deed of Settlement with Morten, Nordic Maritime Pte Ltd, and Nordic Geo Services Limited; whereby:
 - (i) Morten will pay Sinwa SS (HK) US\$500,000 within five (5) years with an option to extend for three (3) years from the date of expiration of the initial 5-year repayment period; and
 - (ii) Sinwa SS (HK) will be paid the BGP Settlement Sum and the entire balance in any and/or all of NIL’s existing bank accounts (the “**Balance of NIL’s Bank Accounts**”)

Upon Sinwa SS (HK)’s receipt of the BGP Settlement Sum and the Balance of NIL’s Bank Accounts, Sinwa SS (HK) shall transfer its shareholding in NIL to Morten.

The Deeds of Settlement are expected to have a positive impact on the Group’s income statement for the fourth quarter of the financial year ending 31 December 2017, being the reversal of impairment loss which was provided in the previous year.

None of the directors or controlling shareholder of the Company has any interest, direct or indirect in the Settlement, other than by virtue of their shareholdings in the Company.

By Order of the Board
SINWA LIMITED

BRUCE WILLIAM RANN
Chief Executive Officer and Executive Director
8 December 2017