UNIVERSAL RESOURCE AND SERVICES LIMITED
(the "Company")
(Incorporated in the Republic of Singapore)
(Company Registration Number: 200312303R)

UPDATE ON THE LEGAL ACTION AGAINST CUSTOMERS –

CIVIL MEDIATION AGREEMENT ISSUED BY THE PEOPLE'S COURT OF BINHAI DISTRICT OF TIANJIN MUNICIPALITY

Unless otherwise defined, all capitalised terms used in this Announcement shall have the same meanings ascribed to them in the Previous Announcements (as defined below).

1. INTRODUCTION

The Board of Directors (the "**Board**") of Universal Resource and Services Limited (the "**Company**", together with its subsidiaries, collectively referred to as the "**Group**") refers to the announcements dated 6 November 2015, 13 November 2015, 26 February 2016, 11 April 2016, 18 April 2016 and 26 April 2016 (the "**Previous Announcements**") in respect of the letters of demand issued by SKY Petroleum Technology Development (Tianjin) Co., Ltd ("**SKY Tianjin**") to the Customers and the actions taken against the Customers.

2. UPDATE ON THE TIANJIN CMA BETWEEN SKY TIANJIN AND TIANJIN BPE

2.1 The Tianjin CMA issued by the People's Court of Binhai District of Tianjin Municipality is legally binding on both SKY Tianjin and Tianjin BPE.

2.2 The Tianjin CMA provides that, *inter alia*, within 15 days of the date of the Tianjin CMA, Tianjin BPE shall return all Tianjin BPE Equipment (being five sets of LWD equipment and 48 sets of MWD equipment) to SKY Tianjin. In this regard, the Board would like to update Shareholders that, as at close of business today, Tianjin BPE has not returned any of the Tianjin BPE Equipment to SKY Tianjin.

2.3 SKY Tianjin, having consulted with its legal advisers, will proceed with the enforcement of the return of the Tianjin BPE Equipment under the Tianjin CMA. SKY Tianjin is also consulting with its legal advisers to explore other options in addition to the enforcement action and the Group will make further announcements when there are any significant developments.

3. CAUTIONARY STATEMENT

Shareholders and potential investors of the Company are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers. The Company will make further announcements as appropriate with regard to this matter.

BY ORDER OF THE BOARD

Wu Chunlan
Chairperson and Chief Executive Officer
6 May 2016