



SBI Offshore Limited

(Incorporated in the Republic of Singapore on 1 October 1994)
(Company Registration Number: 199407121D)

PROPOSED JOINT VENTURE WITH AXON ENERGY PRODUCTS INC.

The Board of Directors (the “**Board**”) of SBI Offshore Limited (the “**Company**” together with its subsidiaries, the “**Group**”) wishes to announce that the Company has agreed to form a joint-venture company in Singapore, Axon Rig Concept & Design Asia Pte. Ltd. (“**ARCDA**”), together with Axon Energy Products Inc. (“**Axon**”) of the United States.

Details of ARCDA are as follows:

Name of Company	: Axon Rig Concept & Design Asia Pte. Ltd.
Principal activities	: Marketing, installation, commissioning and providing after-sales services for oil and gas drilling equipment and systems in Asia
Paid-up and issued capital	: S\$1,000.00 divided into 10 ordinary shares
Shareholders	: SBI Offshore Limited - 70% Axon Energy Products Inc. - 30%

Headquartered in Houston, Texas, Axon is a global oilfield equipment company specialising in pressure products, well intervention products, drilling products, rig concept and design services, downhole products and tubular products.

ARCDA will be able to take on larger projects in Asia while moving up the value chain. The JV will help transform the Group into an integrated engineering and equipment solutions provider and will complement the Group’s plans to manufacture and supply land rigs.

The new joint venture company is expected to contribute positively to the Group’s financial performance going forward.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Giang Sovann
Executive Director

2 July 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the “Sponsor”), for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

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

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