



ATLANTIC NAVIGATION HOLDINGS (SINGAPORE) LIMITED

(Incorporated in Singapore)

(Company Registration No. 200411055E)

UPDATE ON USE OF PROCEEDS FROM ISSUANCE OF CONVERTIBLE LOAN

The board of directors (the “**Board**”) of Atlantic Navigation Holdings (Singapore) Limited (the “**Company**”) refers to the Company’s announcement on 6 January 2016 in relation to, *inter alia*, the issuance of the convertible loan and the grant of the option and the right of first refusal to subscribe for new ordinary shares in the capital of the Company and the termination of the proposed placement of an aggregate of 67,741,936 new ordinary shares in the capital of the Company (“**Announcement**”). Unless otherwise defined, all capitalised terms and references used herein shall bear the same meaning ascribed to them in the Announcement.

The Board wishes to announce that as of the date of this announcement, the Company has, in accordance with the terms of the Loan Agreement, utilised the Net Proceeds of approximately US\$12.8 million to partially fund the cash portion for the purchase of a liftboat, namely, the AOS Maintainer I, and related mobilisation costs. The Net Proceeds have been fully utilised in a manner consistent with the intended use as disclosed in the Announcement.

The Company will make periodic announcement(s) (i) in the event the Option is exercised and/or the ROFR Offer(s) are accepted by SCF; and (ii) as and when the net proceeds from the exercise of the Option and the acceptance of the ROFR Offer(s) are materially disbursed and provide a status report on the use of proceeds in the Company’s annual report.

By Order of the Board

Wong Siew Cheong
Executive Chairman and Chief Executive Officer

Date: 19 January 2016

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("**Sponsor**"), Canaccord Genuity Singapore Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**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.

The contact person for the Sponsor is Ms. Alice Ng, Director and Head of Continuing Sponsorship, Canaccord Genuity Singapore Pte. Ltd., at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.