



**UNIVERSAL RESOURCE AND SERVICES LIMITED**  
**(the “Company”)**

(Incorporated in the Republic of Singapore)  
(Company Registration Number: 200312303R)

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**UPDATE ON THE ACQUISITION OF SECOND-HAND DRILLING EQUIPMENT AND ENTRY INTO  
NEW LEASE IN RESPECT OF OIL DRILLING EQUIPMENT BUSINESS**

**- REVISED LEASE AGREEMENT WITH LESSEE OF DRILLING MACHINE**

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

The Board of Directors (the “**Board**” or the “**Directors**”) of Universal Resource and Services Limited (the “**Company**”, and together with its subsidiaries, collectively referred to as the “**Group**”) refers to the announcement dated 31 August 2015 (the “**Previous Announcement**”) in respect of (i) the acquisition of the Drilling Machine by SKY Tianjin, a wholly-owned subsidiary of the Company; and (ii) the entry into the New Lease between SKY Tianjin and the Lessee.

The Company had, amongst others, announced in the Previous Announcement that, SKY Tianjin had on 29 August 2015 entered into the New Lease with the Lessee to lease out the Drilling Machine. Due to the sharp fall in global oil prices since the Previous Announcement, in particular, at the beginning of 2016, leading to difficulties faced by operators in the energy industries, following commercial discussions between SKY Tianjin and the Lessee at an arm’s length basis, both parties have mutually agreed on the revision of two existing principal terms of, and the addition of a new principal term to, the New Lease. These revised and new principal terms of the New Lease are as follows:

- (a) the Lessee has to complete its preparation of the installation site and the takeover of the Drilling Machine by 28 April 2016, during which SKY Tianjin has the right to terminate the New Lease by giving one (1) month’s notice to the Lessee;
- (b) quarterly rental of RMB2,125,000 (approximately S\$463,038) is payable prior to the start of each quarter, with the first rental due and payable ten (10) days before the handover of the Drilling Machine to the Lessee; and
- (c) SKY Tianjin has the right to send a technical services team, consisting of not more than three engineers, to participate in the drilling process conducted by the Lessee.

As at the date of this announcement, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the New Lease.

**BY ORDER OF THE BOARD**

**Wu Chunlan**  
**Chairperson and Chief Executive Officer**  
**27 January 2016**