



Atlantic Navigation Holdings (Singapore) Limited
(Company Registration No. 200411055E)
(Incorporated in Singapore)

**RESPONSE TO QUESTIONS FROM SHAREHOLDERS
FOR EXTRAORDINARY GENERAL MEETING SCHEDULED FOR 25 APRIL 2023**

The Board of Directors (the “**Board**”) of Atlantic Navigation Holdings (Singapore) Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcement dated 10 April 2023 in relation to the Notice of Extraordinary General Meeting to be held on Tuesday, 25 April 2023, at 11.00 a.m. (or as soon after the conclusion or adjournment of the Annual General Meeting of the Company to be held at 10:00 a.m. on the same day and at the same place) (“**EGM 2023**”).

The Company would like to express its appreciation to its shareholders for submitting questions in advance of EGM 2023. The Company would like to inform shareholders that all the substantial and relevant questions submitted by shareholders by the deadline, i.e., 5.00 p.m. on 17 April 2023, have been responded to and are published in this announcement.

Please refer to the Appendix of this announcement for details of the questions and the responses of the Company.

By Order of the Board

Wong Siew Cheong
Executive Director and Chief Executive Officer

20 April 2023

*This announcement has been reviewed by the Company’s sponsor, SAC Capital Private Limited (the “**Sponsor**”). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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 Lee Khai Yinn (Tel: (65) 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.

APPENDIX

Question 1: What was the original cost of the Vessel?

The Group is neither aware of the original cost of the Vessel nor had taken into account the original cost of the Vessel as such original cost would have been subject to the then prevalent market conditions and outlook at that point in time.

Question 2: For Vega Egypt 1, what is the gross charter income earned by the vessel for 2H2022?

The Group is of the view that it is commercial sensitive to provide the information as requested and having regard to confidentiality as the Ship Manager. However, the Group would like to share that the Vessel had performed above expectations and achieved 100% utilisation and operational uptime when it was on contract under the Group's management in 2H2022.

Question 3: What is the replacement cost of a new PSV comparable to Vega Egypt 1? As in a newbuild of a similar vessel, what will be the purchase price and how long will it take to be delivered?

Please refer to the basis for the valuation by the independent valuer as contained in the Circular. The Group had taken into account the rationale and benefit as disclosed on Section 2.2 of the Circular in relation to acquiring the Vessel and hence did not actively explore the purchase of newbuild in relation to purchase price and time to delivery for comparable vessel assuming there is any and with similar circumstances. The Group is also not in the business of vessel building and not a position to opine on the information as requested.

Question 4: Is it possible to change the US\$5.0 million upfront payment to a shareholder term loan with rates lower than what our Company is paying on our bank loans?

The purchase price and the payment terms are negotiated on an arms' length basis with Saeed having regard the interest of the Group and its minority shareholders. It is unlikely that the Group would be able to acquire vessels on these terms, which the Group has deemed to be favourable, in the market with other parties, including having the 50% of purchase price being deferred over 5 months and at zero interest rates while being accrued 100% of the economic interest from 1 May 2023 (assuming independent shareholders' approval is granted at the EGM 2023).

The IFA has also made a comparison between the terms in the MOA and the SALEFORM 2012, which is the Norwegian Shipbrokers' Association's international memorandum of agreement for the sale and purchase of ships widely used in the market, to demonstrate that the key terms in the MOA are the same or more favourable to the Group as compared to the SALEFORM 2012. Please refer to paragraphs 4.2 and 4.3 of the IFA Letter for further details on the IFA's comments.

Both controlling shareholders, being Mr. Wong Siew Cheong and Saeed, have already provided shareholders loans and further extended repayment dates until 31 September 2024 from the original maturity date of 31 December 2020 despite the strong recovery in the OSV sector in FY2022, and reduced the fixed interest cost from 6.0% per annum to 3.0% per annum with effect from 1 January 2021 in spite of the current elevated interest rate environment to support the financial performance of the Group.

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