

CH OFFSHORE LTD.
(Co. Reg. No. 197600666D)
(Incorporated in the Republic of Singapore)

**Clarification on Straits Times Article “Falcon’s buyout bid faces rough weather”
dated 15 January 2015**

Reference is made to the article in the Straits Times on 15 January 2015 entitled “Falcon’s buyout bid faces rough weather”. In paragraph 5 of the article, it was reported that “an independent financial adviser said that Falcon’s offer for CH Offshore was neither fair nor unreasonable.”

The Board of Directors of CH Offshore Ltd. wishes to clarify that the statement is incorrect. Provenance Capital Pte. Ltd., the independent financial adviser (“IFA”), said that “the financial terms of the Offer, on balance, are not fair and not reasonable” in the Letter dated 8 January 2015 from the IFA to the Independent Directors in respect of the Offer, as set out in the Circular to Shareholders dated 8 January 2015.

The full text of the IFA Letter is set out in Appendix 1 to the Circular, which was despatched to shareholders on 9 January 2015. A copy of the Circular is available on the website of the Singapore Exchange Securities Trading Limited at www.sgx.com and on the website of the Company at www.choffshore.com.sg.

By Order of the Board

Valerie Tan May Wei
Company Secretary

15 January 2015