

CH OFFSHORE LTD.
(Unique Entity No. 197600666D)
(Incorporated in the Republic of Singapore)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

The Board of Directors (the “Board”) of CH Offshore Ltd. (the “Company” and together with its subsidiaries, the “Group”) refers to the announcement dated 6 June 2023 in relation to the notification of inclusion on the watch-list due to the financial entry criteria pursuant to Listing Rule 1311 of the Listing Manual with effect from 6 June 2023.

Pursuant to Rule 1313(2) of the Listing Manual, the Company must, for the period in which it remains on the watch-list, provide the market with a quarterly update on its efforts and the progress made in meeting the exit criteria of the watch-list.

Financial performance and financial position

For the detailed update on the Group's financial performance and financial position, kindly refer to the Company's announcement released on 31 July 2023.

Other material development and future direction

As an update, the Group has executed a Memorandum of Agreement to transfer a vessel between two subsidiaries for a consideration of US\$6.0 million (the “Transfer”). The Transfer will not result in a gain or loss on disposal for the Group but it will result in an estimated income tax credit of approximately US\$0.19 million in the current financial year. The Transfer will result in a tax payable of approximately US\$0.7 million. The Directors are of the view that the Transfer is in the best commercial interest to the Group. None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the Transfer, save for their shareholdings in the Company.

The Transfer, together with an earlier transfer of a vessel into the same subsidiary, is part of the Group's strategy to meet the requirements of the financial exit criteria due to the higher utilisation and charter hire rates expected. Further, the Group continues to focus on its core business in providing offshore marine assets and services to the oil and gas sector and to manage its operations conservatively to adapt to the ever-changing environment and to take advantage of opportunities where available. The Company will continue to make efforts to meet the requirements of the financial exit criteria under Rule 1314 of the Listing Manual.

By Order of the Board
Lim Mee Fun
Company Secretary
31 July 2023
