

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

ARBITRATION FOR THE RECOVERY OF UNPAID CHARTERHIRE

The Board of Directors (the "**Board**") of CH OFFSHORE LTD. (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce that it has commenced arbitration proceedings (the "**Arbitral Proceedings**") against its charterer for unpaid charterhire (of approximately US\$2.1m) on one of the Company's vessels. In response to the Company's claim under the arbitration, the charterer has filed a counterclaim (of approximately US\$3.4m). However, the Company's view is that the allegations by the charterer have no merit and the Company will therefore vigorously refute such allegations in the course of the Arbitral Proceedings.

Based on currently available information, the potential maximum financial exposure arising from the Arbitral Proceedings is approximately US\$3.4m, being the amount of the counterclaim. **For illustrative purposes only**, assuming that the Arbitral Proceedings were completed on 31 December 2022 (being the end of the most recently completed financial year), the maximum *pro forma* financial effects of the Arbitral Proceedings on the Group's loss per share ("**LPS**") and net asset value ("**NAV**") per share, are set out below:

Loss Per Share	Before the Arbitral Proceedings	After the Arbitral Proceedings
Loss attributable to the shareholders of the Company (the " Shareholders ")	(US\$3,330,000)	(US\$6,730,000)
Number of shares	704,892,514	704,892,514
LPS (US cents)	(0.47)	(0.95)

Net Asset Value	Before the Arbitral Proceedings	After the Arbitral Proceedings
NAV	US\$48,505,000	US\$45,105,000
Number of shares	704,892,514	704,892,514
NAV per share (US cents)	6.88	6.40

The Company is working with legal advisors to enforce its rights under the charterparty and will continue to evaluate the potential financial impact in consultation with its advisors. Based on currently available information, no provision has been made in respect of the counterclaim. However, if the charterer were successful in its counterclaim, the Company expects the arbitration to have a material adverse effect on the financial performance of the Group. Shareholders and potential investors are therefore advised to exercise caution at all times when dealing with the shares and securities of the Company, and refrain from taking any action in respect of their investments which may be prejudicial to their interests. The Company will make further announcements as and when there are material developments on the matter.

By Order of the Board
Lim Mee Fun
Company Secretary
6 March 2023