

OEL (HOLDINGS) LIMITED
(Company Registration No. 198403368H)
(Incorporated in Singapore)

UPDATE ON ARBITRATION AGAINST FR. FASSMER GMBH & CO. KG

1. The board of directors ("**Board**") of OEL (Holdings) Limited (the "**Company**") refers to the announcement of the Company dated 11 October 2013 and 28 February 2014 ("**Previous Announcements**") in relation to the arbitration proceedings on the cooperation agreement dispute with Fr. Fassmer GmbH & Co. KG ("**Fassmer**").
2. All capitalised terms used herein shall have the same meanings ascribed to them in the Previous Announcements, unless otherwise provided or unless the context otherwise requires.
3. The Board wishes to update shareholders of the Company ("**Shareholders**") that upon an application by Fassmer, the tribunal has ordered that OSEC furnish security for costs of the Arbitration in favour of Fassmer in the amount of GBP 500,000.
4. OSEC is required to put forward its proposal as to the form of such security to be furnished by 10 June 2014.
5. The Company will continue to keep Shareholders updated of the material developments of the foregoing as may be necessary or appropriate.

By Order of the Board

Derick Lim Chien Joo
Group Financial Controller / Company Secretary
28 May 2014

*This announcement has been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined by 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 details of the contact person for the Sponsor are:-

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