INTEGRATION OF A JOINT VENTURE COMPANY

The Board of Directors (the “Board”) of Kim Heng Offshore & Marine Holdings Limited (the “Company”) and together with its subsidiaries (the “Group”) refers to the Company’s announcement on 8 November 2017 in connection with the Joint Venture with RUHM Marine Sdn. Bhd. and wishes to announce that its wholly-owned subsidiary, KH Mazu Offshore & Marine Sdn. Bhd. (“KH Mazu”) has, together with RUHM Marine Sdn. Bhd. (“RUHM”), incorporated a joint venture company in Malaysia named RUHM Mazu Sdn. Bhd. (the “JVC”) on 9 January 2018. The JVC is assessed to be a subsidiary of the Group under FRS110 “Consolidated Financial Statements”.

The initial issued and paid up capital of the JVC is RM 1,000 comprising 1,000 ordinary shares of which KH Mazu and RUHM have contributed RM 490 and RM 510, thereby having 49% and 51% interest in the JVC respectively.

The principal activity of the JVC is to undertake marketing, operating, maintaining and chartering vessels.

The incorporation of the JVC was funded through internal resources and is not expected to have any material impact on the earnings per share or net tangible assets of the Company for the current financial year ending 31 December 2018.

Save for their shareholdings in the Company, none of the Directors, controlling shareholders or substantial shareholders of the Company, has any interest, direct or indirect, in the abovementioned transaction.

BY ORDER OF THE BOARD

Tan Keng Siong Thomas
Executive Chairman & CEO
11 January 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, SAC Capital Private Limited (“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 or approved 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 contact person for the Sponsor is Ms Tay Sim Yee, SAC Capital Private Limited at 1 Robinson Road, #21-02 AIA Tower, Singapore 048542, telephone (65) 6532 3829.