



KIM HENG OFFSHORE & MARINE HOLDINGS LIMITED

(Company Registration Number: 201311482K)

(Incorporated in the Republic of Singapore on 29 April 2013)

INCORPORATION OF A WHOLLY-OWNED SUBSIDIARY COMPANY IN EAST MALAYSIA

The Board of Directors (the “**Board**”) of Kim Heng Offshore & Marine Holdings Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) are pleased to announce that its wholly-owned subsidiary, Kim Heng Marine & Oilfield Pte. Ltd. (“**KHMO**”) has incorporated a wholly-owned subsidiary in East Malaysia named Kim Heng Marine Labuan Limited (the “**KHML**”).

KHML has been set up to expand the Group’s offshore marine activities into East Malaysia and seek to extend the Group’s offshore capabilities through a near market, near customer strategy, ensuring accessibility to the Group’s customers. This strategic addition presents the Group with a host of opportunities for growth and expansion through our wide range of offshore drilling services, such as chartering of vessels, rigs repair and maintenance activities. The Group constantly strives to anticipate the rapid changing needs of the customers to meet their requirements.

The initial issued and paid up capital of KHML is USD25,000.00 comprising 25,000 shares.

The incorporation of the subsidiary 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 2019.

Save for their respective directorships and/or shareholdings in the Company and its subsidiaries, none of the Directors or controlling shareholders of the Company or any of their respective associates, has any interest, direct or indirect, in the abovementioned transaction.

BY ORDER OF THE BOARD

Tan Keng Siong Thomas
Executive Chairman & CEO
30 January 2019

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, #21-00 AIA Tower, Singapore 048542, telephone (65) 6232 3210.