



Company Registration Number: 196300098Z

UPDATE ON STATUS OF LITIGATION INVOLVING A SUBSIDIARY

Singapore, 27 November 2024 – Seatrium Limited (Seatrium or the Group) wishes to provide an update on the status of a legacy litigation involving a majority-owned joint venture company ("**Seatrium entity**") which was commenced and inherited by Seatrium prior to the merger.

Seatrium refers to Note 22 to the Company's audited financial statements in its Annual Report 2023, where it was stated that the Group had assumed certain potential claims relating to a rig contract with a customer.

The claims relate to pre-existing disputes with the said customer where the original contract value was adjusted for cost escalation. The validity of the contract value adjustments was subsequently challenged. The Group had previously provided a USD 126.6 million standby letter of credit ("**SBLC**") in favour of the said customer for repaying the amounts of the SBLC.

In September 2022, the customer sought to call on the SBLC. The Seatrium entity successfully obtained an interim injunction (the "**Interim Injunction**") from the Singapore courts to restrain any payment or receipt of money under the SBLC. The Seatrium entity also applied for a final injunction (the "**Final Injunction**") from the Singapore Court to prohibit payment on the SBLC. It has also commenced arbitration proceedings to resolve the contractual dispute with the said customer.

The Company wishes to update that the Singapore Court has released its judgment on 26 November 2024, dismissing the Seatrium entity's application for the Final Injunction. The Seatrium entity intends to appeal against this judgment and will provide an update on the outcome of the appeal. In the meantime, the Interim Injunction remains in force until the disposal of the appeal, or until further order of the Singapore Court.

The Group has made a provision in its accounts for the full amount payable under the SBLC and considers that no further provision is required. On this basis, it does not envisage any adverse impact on the Company's consolidated earnings per share or net tangible assets per share for the financial year ending 31 December 2024 arising from this matter.

The Company will provide further updates as and when there are any material developments in relation to these legal proceedings. In the meantime, shareholders of the Company and potential investors should exercise caution when dealing in the shares of the Company. They should consult their stockbrokers, bank managers, solicitors or other professional advisers if they have any doubt about the actions they should take.

About Seatrium Limited

Seatrium Limited provides innovative engineering solutions to the global offshore, marine and energy industries. Headquartered in Singapore, the Group has over 60 years of track record in the design and construction of rigs, floaters, offshore platforms and specialised vessels, as well as in the repair, upgrading and conversion of different ship types.

The Group's key business segments include Oil & Gas Newbuilds and Conversions, Offshore Renewables, Repairs & Upgrades, and New Energies, with a growing focus on sustainable solutions to advance the global energy transition and maritime decarbonisation.

As a premier global player offering offshore renewables, new energies and cleaner offshore & marine solutions, Seatrium is committed to delivering high standards of safety, quality and performance to its customers which include major energy companies, vessel owners and operators, shipping companies, and cruise and ferry operators.

Seatrium operates shipyards, engineering & technology centres and facilities in Singapore, Brazil, China, India, Indonesia, Japan, Malaysia, the Philippines, Norway, the United Arab Emirates, the United Kingdom and the United States.

Discover more at www.seatrium.com

For more information, please contact:

Ms Judy Tan
Head, Investor Relations and Corporate Communications
Tel No: +65 68030254
Email: judy.tan@seatrium.com

Ms Clarissa Ho
Senior Manager, Investor Relations and Corporate Communications
Tel No: +65 68030276
Email: shufang.ho@seatrium.com