



MARCO POLO MARINE LTD

Incorporated in the Republic of Singapore
(Company Registration Number: 200610073Z)

**UPDATE ON TERMINATION OF THE US\$214.3 MILLION RIG CONSTRUCTION CONTRACT
WITH PPL SHIPYARD PTE LTD FOR THE CONSTRUCTION OF A HIGH-SPECIFICATION JACK-
UP RIG**

- Conclusion of Arbitration Proceedings

1. INTRODUCTION

Marco Polo Marine Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 25 April 2016 (the “**Arbitration Commencement Announcement**”) issued by the Company in respect of the arbitration of the termination of the US\$214.3 million rig construction contract dated 26 February 2014 (as amended and supplemented) entered into by Marco Polo Drilling (I) Pte. Ltd. (“**MP Drilling**”) and PPL Shipyard Pte Ltd (“**PPL**”) (the “**Arbitration Proceedings**”).

The Company further refers to its announcements dated 31 August 2017 and 28 September 2017 in respect of the MPML Scheme and MPSY Scheme (the “**Scheme Announcements**”).

Capitalised or other terms used but not defined herein shall, unless the context otherwise requires, have the meanings as set out in the Arbitration Commencement and Scheme Announcements.

2. CONCLUSION OF ARBITRATION PROCEEDINGS

The Company wishes to inform Shareholders that it has, in view of the ongoing refinancing and debt restructuring exercise, taken the commercial decision to reach a settlement on a without admission of fault or liability basis with PPL on the subject-matter of the Arbitration Proceedings. To that end, the Company, MP Drilling and PPL have entered into a settlement agreement on terms that a Consent Award be entered into in favour of PPL for the whole of its claim and interest, and with the Company and MP Drilling withdrawing their own respective claims.

3. CAUTION ADVISED

Shareholders and Noteholders are advised to read this announcement as well as any further announcements by the Company carefully and in conjunction with previous announcements made by the Company in relation to this subject-matter as well as the debt restructuring exercise. Shareholders and Noteholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Sean Lee Yun Feng
Chief Executive Officer
13 November 2017