



**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**

**- Commencement of Arbitration Proceedings**

---

The Board of Directors (the “**Board**”) of Marco Polo Marine Ltd (the “**Company**”) refers to the Company’s announcements dated 17 November 2015, 24 November 2015, 30 November 2015, 1 December 2015 and 2 December 2015 (the “**Earlier Announcements**”) with respect to the termination of the US\$214.3 million rig construction contract dated 26 February 2014 (as amended and supplemented) entered into between Marco Polo Drilling (I) Pte. Ltd. (“**MP Drilling**”) with PPL Shipyard Pte Ltd (“**PPL**”) for the construction of a high-specification jack-up rig (the “**New Rig**”) based on PPL’s proprietary Pacific Class 400 design (the “**Rig Construction Contract**”).

Unless otherwise defined herein, capitalized terms and expressions used in this announcement shall bear the same meanings ascribed to them in the Earlier Announcements in relation to the Rig Construction Contract. Copies of these announcements can be found at the official website of The Singapore Exchange ([www.sgx.com](http://www.sgx.com)).

The Board wishes to inform Shareholders that following the failure to reach a settlement pursuant to a mediation process involving the respective senior management of MP Drilling and PPL, arbitration proceedings have been commenced by the parties involved in the dispute.

Further announcements on this matter will be made as and when appropriate.

**Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Persons who are in doubt as to the action they should take should consult their stockbroker, bank manager, solicitor, accountant or other professional advisers.**

**BY ORDER OF THE BOARD**

Sean Lee Yun Feng  
Chief Executive Officer

7 April 2016