



COSCO CORPORATION (SINGAPORE) LIMITED
(Company Registration No. 196100159G)

UPDATE ON BUILDING CONTRACT FOR ONE (1) UNIT SEMI-SUBMERSIBLE ACCOMMODATION RIG

The Board of Directors of COSCO Corporation (Singapore) Limited (the “**Company**”) refers to the Company’s announcements on 10 September 2012 and 19 December 2012 in relation to the building contract for one (1) unit of Harsh Environment Semi-Submersible Accommodation Rig (the “**Rig**”), signed between COSCO Qidong Offshore Co., Ltd (“**COSCO Qidong**”), a subsidiary of the Company’s 51% owned subsidiary, COSCO Shipyard Group Co., Ltd, and Axis Offshore (the “**Shipowner**”).

The Board wishes to announce that the Shipowner and COSCO Qidong have mutually agreed to extend the delivery date of the Rig, originally scheduled for delivery in Q1 2015, until 15 July 2016 subject to certain terms and conditions.

Under the agreement, the Shipowner can elect to take delivery of the Rig at any time it is completed by giving to COSCO Qidong not less than 30 days’ prior notice. In the event that the Shipowner elects not to take delivery of the Rig and exercises its rights to cancel the building contract, the Shipowner shall not exercise such right prior to 30 June 2016.

Construction of the Rig is on-going.

In view of the rescheduling and the uncertainty as to when the Shipowner will take delivery of the Rig, it is not possible to ascertain the financial impact of the agreement for rescheduling at this point in time.

The Company will make announcements of any significant development in this matter at the appropriate junctures.

By Order of the Board
Wu Zi Heng
Vice Chairman and President
2 July 2015