



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 announcement on 12 September 2013 in relation to the shipbuilding contract for one (1) unit Semi-Submersible Accommodation Rig (the “Rig”), signed by COSCO Qidong Offshore Co., Ltd. (“COSCO Qidong”), a subsidiary of the Company’s 51% owned subsidiary, COSCO Shipyard Group Co., Ltd..

The Board wishes to announce that Axis Vega Singapore Pte. Ltd. (the “Shipowner”) and COSCO Qidong have mutually agreed to extend the delivery date of the Rig, originally scheduled for delivery on 10 March 2016, until 20 August 2017.

In connection with such extension, the Shipowner can take delivery of the Rig at any time earlier than 20 August 2017 by giving written notice to COSCO Qidong. The Shipowner has waived all liquidated damages having accrued due to delay and agreed not to exercise any cancellation rights due to delay of the shipbuilding contract prior to 4 August 2017.

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
Gu Jing Song
Vice Chairman and President
1 November 2016