



Incorporated in Singapore  
Company Registration Number: 196300098Z

## ENTRY INTO DEED OF GUARANTEE IN CONNECTION WITH S\$500 MILLION FLOATING RATE BONDS DUE 2026 ISSUED BY SEATRIUM OFFSHORE & MARINE LIMITED

**Singapore, 21 August 2023** – The Board of Directors (the “**Board**”) of Seatrium Limited (formerly known as Sembcorp Marine Ltd) (the “**Company**”) refers to the Company’s announcements dated 27 April 2022 and 27 October 2022, the circular to shareholders of the Company dated 31 January 2023 (the “**Circular**”), and the Company’s announcement dated 28 February 2023 in relation to the combination (the “**Combination**”) of the Company and Seatrium Offshore & Marine Limited (formerly known as Keppel Offshore & Marine Ltd) (“**SOM**”). The Combination was completed on 28 February 2023. Following completion of the Combination, SOM became a wholly-owned subsidiary of the Company.

As described in the Circular, SOM had, prior to the completion of the Combination, paid S\$500 million in cash to Keppel Corporation Limited (“**KCL**”) to settle outstanding interest and make a partial redemption of certain perpetual securities previously issued to KCL. To finance this payment, SOM had entered into a S\$500 million commitment letter with DBS Bank Ltd. (“**DBS**”) (or would otherwise undertake alternative financing options), and the terms of such financing may require, among others, security whether in the form of a parent guarantee or otherwise. In this connection, SOM had, on 27 February 2023, issued S\$500 million floating rate bonds due 2026 (the “**Bonds**”). DBS was the lead manager in connection with the issuance of the Bonds.

The Board wishes to announce that the Company has entered into a deed of guarantee (the “**Deed of Guarantee**”) on 18 August 2023 in favour of the holders of the Bonds to guarantee the payment obligations of SOM under the Bonds from (and including) the date of execution of the Deed of Guarantee. In view of the credit enhancement achieved from the provision of such a parent guarantee, the interest rate margin (which, when added to the designated interest rate benchmark, determines the rate of interest payable under the Bonds) will be lowered from (and including) 18 August 2023. This will effectively reduce the interest expense associated with the Bonds to be incurred by SOM.

None of the directors of the Company has any interest, direct or indirect (other than through their shareholdings, if any, in the Company), in the entry into the Deed of Guarantee.

The Deed of Guarantee is not expected to have any material impact on the Company and its subsidiaries’ consolidated earnings and net tangible assets per share for the current financial year ending 31 December 2023.