



Scomi Energy Services Bhd

News Release

15 January 2016

Scomi Energy Services bags USD41.6million Indonesian contract

PETALING JAYA: Scomi Energy Services Bhd ("SESB" or "the Company") has secured a USD41.6million contract from Total E&P Indonésie ("TEPI"). The award is for a period of one year for the provision of drilling fluids and completions services. The contract is an extension from a previous three-year award which was signed with TEPI in 2012.

"We are pleased to continue working with TEPI and this contract is a huge vote of confidence by TEPI on our capability. This win is the result of our continuous active bidding despite the global slowdown in drilling activities," said SESB's Chief Financial Officer, Ramesh Veetikat Ramachandran.

Indonesia has been SESB's top performing market in recent years. For the quarter ended September 2015, it contributed over 24% of the Company's total revenue of RM294.4million. Meanwhile Thailand, Myanmar and Vietnam's combined revenue contribution was 18% followed by Malaysia at 13%.

SESB has been working to expand its product portfolio to include enhanced oil recovery, completion fluids and tools as well as well bore clean up tools. In addition, the Company has commercialised its nano-fluid solutions in Malaysia and graphene-enhanced products in Myanmar. The Company plans to further promote its products to other active markets in the Southeast Asia and Middle East regions.

"SESB is currently in the midst of setting up of a shale shaker screen manufacturing plant in Malaysia. Once completed, the plant will cater to demand in the Eastern

Hemisphere. In addition, we are investing in a new water treatment system in collaboration with a technology partner,” he added.

The Company has also ventured into the development & production of oil & gas assets. SESB is involved in providing technical services in subsurface, field development and production management services, development of production facilities and operations and maintenance services.

SESB’s current orderbook stands at USD1.78billion.

----- end -----

About Scomi Energy Services

Scomi Energy Services Bhd, which is listed on the Main Market of Bursa Malaysia Securities Bhd, and its Group of companies are involved in the Energy Services comprising of the Oilfield Services and Marine Services. The Group offers drilling and completion services, development and production of oil & gas assets as well as vessels for offshore support and coal logistics. With offices in 20 countries, the Group derives most of its business from its international operations, which is backed by over 60 years of experience in the industry servicing numerous local and multinational companies.

FOR MEDIA ENQUIRIES PLEASE CONTACT:

Rishant T +603-7717 3179 / +6017-488 0250

E rishant.sraveanan@scomigroup.com.my