



MEDIA RELEASE

Kuala Lumpur
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MISC Secures Long-Term Charter Contract with HESS for the Lease of FSO Mekar Bergading

MISC Berhad (“MISC” or “the Company”) has secured a long-term charter contract from Hess Exploration and Production Malaysia B.V. (“HESS”) for the lease of a floating, storage and offloading facility (FSO) known as FSO Mekar Bergading on a bareboat basis.

The long-term charter contract is pursuant to a sale and charter agreement between MISC and HESS in respect of the FSO, which also resulted in MISC acquiring ownership of the FSO.

The investment is consistent with the MISC2020 strategy of which one of the target is to achieve a sustainable level of secured profit by year 2020 and MISC has been exploring opportunities to diversify the profit stream contribution across all business segments, including acquisition of assets that are able to give the Company secure and sustainable income.

Mr. Yee Yang Chien, President/Group CEO of MISC remarked that *“Under the MISC2020 strategy, the game plan for Offshore Business includes pursuing acquisition opportunities in the domestic and international market. The steady oil price recovery in recent months and renewed interest in growth opportunities have led to increase of activities in the offshore segment. This makes good sense for us to take advantage of this by growing our portfolio of offshore assets through this acquisition which will support our ability to sustain profit in the long term.”*

This FSO will join MISC’s fleet of offshore floating facilities, which now comprises 7 FSOs, 6 floating production, storage and offloading (FPSO) facilities, 2 mobile offshore production units (MOPUs) and 1 semi-submersible floating production system, bringing the total to 16 assets. This will further strengthen MISC’s position as one of the leaders in the offshore segment, capable of operating in marginal and deepwater fields at various locations including Brazil, Vietnam, Thailand and Malaysia.



The FSO Mekar Bergading, will be chartered by HESS for a period of 16 years with an estimated contract value of USD441 million.

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Note :

Bareboat Charter refers to the lease (charter) of an entire vessel under an agreement whereby the lessor only provides the vessel and operation of the vessel is undertaken by the Charterer.

About MISC Berhad

MISC Berhad (“MISC”), was incorporated in 1968 and is a world leading provider of international energy shipping and maritime solutions.

The principal businesses of the Group comprise energy shipping and its related activities, owning and operating offshore floating solutions, marine repair and conversion, engineering and construction works, shipmanagement, port & terminal services as well as maritime education and training.

As of 31 December 2017, MISC Group’s fleet consists of more than 120 owned and in-chartered Liquefied Natural Gas (LNG), Petroleum and Product vessels, 14 Floating Production Systems (FPS) as well as 2



LNG Floating Storage Units (FSUs). The fleet has a combined deadweight tonnage (dwt) capacity of approximately 16 million tonnes.

Aside from its shipping business, maritime education is a priority for the Company and its Malaysian Maritime Academy (ALAM) is ranked amongst the top 10% of the world's Maritime Education and Training (MET) institutions.

Operating a modern, well-diversified fleet and backed by a knowledgeable workforce of more than 10,000 employees from all corners of the globe; MISC is committed to impart quality services to our customers, creating value for our stakeholders and contributing to the sustainability of the Industry.

Issued on behalf of MISC Berhad by the Group Corporate Communications (GCC) Department of MISC Berhad. For media inquiries, please contact:

Maisara Noor Ahmad Group Corporate Communications MISC Berhad Tel : +603-2275 3496 Email : maisara.noorahmad@miscbhd.com	Wan Seri Rahayu Wan Mohd Said Group Corporate Communications MISC Berhad Tel : +603-2275 33696 Email : wserirahayu.wmsaid@miscbhd.com
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