

ASX Announcement



2 May 2022

The Manager
ASX Market Announcements
ASX Limited

AGREEMENT FOR THE SALE OF BATAM SHIPYARD FACILITY

MMA Offshore Limited ("MMA" or "the Company") is pleased to announce that Wasco Engineering Group Limited ("WASCO") has entered into an agreement to purchase the Company's shipyard facility in Batam, Indonesia ("Batam Facility").

The purchase price for the Batam Facility is US\$15M with completion due to take place on or before 30 December 2022. The purchase price will be paid in tranches with the total amount payable on or before the completion date. Proceeds from the sale will be used to strengthen the Company's Balance Sheet.

The Batam Facility will remain sub-leased to WASCO for the period until completion with rent structured to de-escalate upon receipt of the tranche payments.

MMA will retain a portion of the Batam Facility and have access to the wharf for a period of 5 years following completion of the sale.

Commenting on WASCO agreement to purchase the Batam facility, MMA's Managing Director, Mr David Ross said;

"The sale of the Batam shipyard is an excellent outcome for the Company and in line with our strategy to divest non-core assets. The consideration of US\$15 million (approximately A\$20 million) will materially reduce our net debt position, deleveraging our balance sheet and positioning the Company well to take advantage of growth opportunities in an improving market. I wish WASCO every success for their operations at the facility".

This announcement has been authorised for release to ASX by the Company's Board of Directors.

If you have any queries in relation to this announcement, please do not hesitate to contact the Company's Managing Director on +61 8 9431 7431.

MMA OFFSHORE LIMITED

A handwritten signature in blue ink that reads "Tim Muirhead".

TIM MUIRHEAD
Company Secretary

