

31 December 2008

NOTICE

**To the holders (the "Bondholders") of the
U.S.\$275,000,000 Zero Coupon Limited Recourse Exchangeable Bonds due 2007/2017
(the "Bonds")
issued by Siem Industries Inc. (the "Issuer")**

Announcement of the results of the Bondholders' Meeting

This announcement is made in respect of the "Notice of Meeting of Bondholders to be convened pursuant to, and as part of, an offer made by Siem Industries Inc." dated 4 December 2008 relating to the Bonds (the "Notice"). Terms and expressions defined in the Notice have the same meaning in this announcement.

At the Meeting of the Bondholders held at the offices of Clifford Chance LLP in London on 31 December 2008 at 11:00 a.m. (London time), the Extraordinary Resolution was not passed by the Bondholders due to the opposition of three Bondholders representing approximately 27 per cent. of the Bonds outstanding for voting purposes.

Consequently, the Issuer will not accept offers to sell in respect of Bonds tendered pursuant to the Offer and no Acceptance of Offers to Sell Notice will be given. As a result, all Bonds tendered pursuant to the Offer are now free to trade and transfer.

Important Notice

No offer or invitation to purchase any Bonds or proposals to Bondholders is being made pursuant to this notice. A copy of the Notice is available at the registered offices of the Issuer.