



YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.

Incorporated in the Republic of Singapore on 21 December 2005

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Website: <http://www.yzjship.com> Company Registration No. 200517636Z

UPDATE ON THE USE OF PROCEEDS RAISED FROM THE ISSUANCE OF 100 MILLION NEW ORDINARY SHARES IN THE FORM OF TAIWAN DEPOSITORY RECEIPTS ON THE TAIWAN STOCK EXCHANGE AS AT 31 DECEMBER 2010

The Board of Directors (the “Board”) of Yangzijiang Shipbuilding (Holdings) Ltd. (“YZJ” or the “Company”) wish to provide an update on the use of proceeds raised from the issuance of 100 million new ordinary shares in the form of Taiwan Depository Receipts on the Taiwan Stock Exchange (“TDR Proceeds”).

As at 31 December 2010, TDR Proceeds of NT\$ 3,760,000,000 had been utilized as working capital for YZJ’s shipbuilding activities.

By Order of the Board

Ren Yuanlin
Executive Chairman
10 January 2011