



Yangzijiang Shipbuilding (Holdings) Ltd
4 Robinson Road
#04-01 House of Eden
Singapore 048543
(Co. Reg. No. 200517636Z)

MEDIA RELEASE – FOR IMMEDIATE RELEASE

Yangzijiang entered into agreement with Peter Döhle and China Development Bank & also into a LOI for new orders

- **Up to USD 1 billion of financing can be provided by China Development Bank to Peter Döhle in relation to vessel purchase contracts to Yangzijiang**
- **Yangzijiang also entered into a LOI with Peter Döhle to build eight 10,000 TEU container vessels**

SINGAPORE – 23 June 2011 – Yangzijiang Shipbuilding (Holdings) Limited (“**Yangzijiang**” or “the Group” or “**扬子江船业控股有限公司**”), one of PRC’s leading and most enterprising shipbuilder listed on the SGX Main Board, is pleased to announce that the Group’s wholly owned subsidiary, Jiangsu New Yangzi Shipbuilding Co., Ltd. (“**JNYS**”) has entered into a Cooperation Framework Agreement (“**CFA**”) on 21 June 2011 (in Hamburg, Germany) with China Development Bank Corp. (“**CDB**”) and Peter Döhle Schiffahrts-KG (“**Peter Döhle**”), all three collectively mentioned as the “**Parties**”. Also, the Group has entered into a letter of intent (“**LOI**”) with Peter Döhle to build eight 10,000 TEU container vessels.

In order to further enhance the cooperation between the Parties and to promote friendly relationship between China and Germany, the Parties have, through friendly consultation, reached this CFA. Under this CFA, JNYS and Peter Döhle have agreed to enhance the cooperation of shipping purchase projects. Also, subject to CDB’s loan

requirements, the Parties agree to work together in order to realize cooperation amounting to USD 1 billion in the future 5 years, mainly to financing Peter Döhle for its purchase of shipping vessels from JNYS. Based on the business development plan of JNYS and Peter Döhle, CDB will be delighted to provide professional financing advising, furthermore designing corresponding financing mode or product to Peter Döhle within the framework of CDB's credit policies.

In relation to this CFA being signed and the LOI, Mr Ren Yuanlin, Executive Chairman of Yangzijiang commented, ***“This cooperation agreement is not only important to Yangzijiang and our customer Peter Döhle, but also important for stronger bi-lateral economic ties between China and Germany. This definitely promotes friendly relationship between the two countries and we feel privileged to be part of this.***

Our sincere thanks goes to China Development Bank as the bank is offering our customer with the financial support needed to place substantial shipbuilding orders with us. Moreover, financing support of these sorts also helps the Chinese shipbuilding industry overall. As part of our strategy, we remain committed to helping our customers with their financing needs by working together with Chinese banking corporations.

Seaspan recently placed orders with us for building 10,000 TEU vessels and now orders from Peter Döhle for another eight similar vessels, reiterates the demand for such vessel type and the confidence our customers have on Yangzijiang in being able to offer newer and more fuel efficient vessels.”

Please note: This CFA only provides the guiding principles of cooperation between the three Parties and does not constitute the definitive terms of any transaction. Being a signatory to this CFA shall not imply that either Party is subject to the obligation to sign or otherwise enter into or be bound by any agreement or contract.

--The End--

ABOUT YANGZIJIANg SHIPBUILDING (HOLDINGS) LIMITED (Bloomberg Ticker: YZJ SP)

Yangzijiang Shipbuilding (Holdings) Limited is the largest non-state-owned publicly listed shipbuilder by virtue of manufacturing capability in the PRC. The core business is shipbuilding of commercial vessels ranging from containerships, bulk cargo carriers and multi-purpose cargo vessels. The Group owns four shipbuilding bases along the Yangtze River, with details highlighted below.

Located in Jiangyin city in the Jiangsu province of PRC, the old shipyard called Jiangsu Yangzijiang Shipbuilding (“JYS”), spans approximately 800 metres of deep-water coastline and covers an area of approximately 20 hectares (excluding the coastal area).

The new shipyard called Jiangsu New Yangzi Shipbuilding (“JNYS”), is located in Jingjiang city and has 2,744 metres of deep-water coastline, a production area of 201 hectares and a dry dock that can accommodate two 100,000 DWT (deadweight tonnage) vessels and two half 100,000 DWT vessels at one time.

Yangzijiang through JYS acquired a 51% stake in a new yard now called Jiangsu Yangzi Changbo Shipbuilding Co., Ltd (“Changbo”). This yard has 926 metres of deep-water coast line and production area of 29 hectares with production capacity of 400,000 DWT. This yard is located at the downstream of the Yangtze River, 5 km away from JNYS.

Yangzijiang has entered into an agreement to acquire additional 40% shareholding to bring its stake to 60% in Jiangsu Xinfu Shipbuilding Co., Ltd (“Xinfu”). The yard is located at Taixing City, Jiangsu province, and its principle activities are related to those of shipbuilding, ship repairing, and production and processing of large scale steel structure. Xinfu yard already has a shipbuilding license and enjoys a huge production area of about 166 hectares. This yard once developed would be ideal for building large vessels and the Group has plans of building very-large crude carrier (VLCC) or large containership and other larger vessel types in this yard.

For more information please visit the website at: www.yzjship.com

Issued for and on behalf of Yangzijiang Shipbuilding (Holdings) Limited

By Financial PR Pte Ltd

For more information, please contact:

Romil SINGH / Kathy ZHANG

Email: romil@financialpr.com.sg

Tel: (65) 6438 2990

Fax: (65) 6438 0064