



**YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.**

(Company Registration No. 200517636Z)

(Incorporated in the Republic of Singapore on 21 December 2005)

---

**TRANSFER OF SHARES FROM SUBSTANTIAL SHAREHOLDER TO YANGZI INTERNATIONAL HOLDINGS LIMITED UNDER A GIFTING ARRANGEMENT**

---

The Board of Directors (the “Board”) of Yangzijiang Shipbuilding (Holdings) Ltd. (“YZJ” or the “Company”) wishes to announce that it has received a notification from its substantial shareholder, Newyard Worldwide Holdings Ltd (“Newyard”) concerning a gifting arrangement of 1,002,845,825 ordinary shares of YZJ (“Gift Shares”), which have been transferred with nil consideration from Newyard to Yangzi International Holdings Limited (“YIHL”). The beneficial owner of YIHL is the YZJ Settlement (the “YZJ Trust”). Julius Baer Trust Company (Singapore) Limited (acting in its capacity as the trustee of the YZJ Trust) holds 100% of the issued shares in YIHL.

The Gift Shares represent approximately 26.17% of the total number of issued and paid-up share capital of the Company. As the share gifting arrangement does not result in a change on the total number of shares issued, there is no dilution for existing shareholders of YZJ.

Newyard is 100% owned by the Group’s Executive Chairman, Mr Ren Yuanlin. This gifting arrangement is out of goodwill by Mr Ren Yuanlin to serve the purposes of YZJ Trust which are:

- (a) YZJ Purpose – to further enhance the Company’s R&D strength, overall shipbuilding capabilities and competitiveness on the global market;
- (b) Industry Purpose - direct or indirect investments in the consolidation / restructuring process in the global shipbuilding industry; and
- (c) Philanthropic Purpose - to support charities with focuses on elderly wellbeing and strengthen YZJ’s brand equity with a socially responsible management.

As this gifting arrangement is a direct transfer of share ownership from the substantial shareholder to Yangzi International Holdings Limited, which is in turn wholly-owned by the YZJ Trust in which Mr Ren Yuanlin has deemed interest, the Board believes that there will be no impact on the Group’s financial statements for the financial year ending 31 December 2016.

By Order of the Board

Ren Yuanlin  
Executive Chairman  
22 April 2016