



YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.
(Company Registration No. 200517636Z)
(Incorporated in the Republic of Singapore on 21 December 2005)

**DISSOLUTION OF WHOLLY-OWNED SUBSIDIARY
JIANGSU RUNZHOU HEAVY INDUSTRY CO., LTD**

The Board of Directors (the “**Board**”) of Yangzijiang Shipbuilding (Holdings) Ltd. (the “**Company**”) wishes to announce that its wholly-owned subsidiary, Jiangsu Runzhou Heavy Industry Co., Ltd (“**JRHI**”), a company registered in Jiangyin City, People’s Republic of China, had recently completed the dissolution process in accordance with the relevant laws and regulations of People’s Republic of China.

It is in the best interests of the Company to approve the dissolution of JRHI to streamline the group structure and control the overall administrative expenses.

The above action will not have any significant impact on the earnings per share and net tangible assets of the Group for the current financial year ending 31 December 2016.

Save for their respective shareholdings in the Company, none of the Directors, controlling shareholders or substantial shareholders of the Company, has any direct or indirect interest, in this transaction contemplated herein.

By Order of the Board

Ren Yuanlin
Executive Chairman
13 July 2016