



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

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## RESPONSE TO SGX'S QUERY REGARDING TRADING ACTIVITIES

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The Board of Directors (the “**Board**”) of Yangzijiang Shipbuilding (Holdings) Ltd (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to the queries regarding trading activity from the Singapore Exchange Regulation Pte. Ltd. on 8 August 2019. The Board wishes to respond to the queries as follows:

Question 1: Are you (the issuer) aware of any information not previously announced concerning you, your subsidiaries or associated companies which, if known, might explain the trading? Such information may include events that are potentially material and price-sensitive, such as discussions and negotiations that may lead to joint ventures, mergers, acquisitions or purchase or sale of a significant asset. You may refer to paragraph 8 in Appendix 7.1 of the Mainboard Rules for further examples.

- If yes, the information shall be announced immediately.

**Save for the response to Question 2 below, the Company is unaware of any information not previously announced concerning the Company, our subsidiaries or associated companies which, if known, might explain the trading activity on 8 August 2019.**

Question 2: Are you aware of any other possible explanation for the trading? Such information may include public circulation of information by rumours or reports.

**It has come to the attention of the Company that there are rumours about our Executive Chairman Mr. Ren Yuanlin and the Group being spread on certain publications. Accordingly, the Company has instructed Duane Morris & Selvam LLP to provide legal advice to the Board and the Company.**

**Mr Ren Yuanlin, the Executive Chairman and controlling shareholder of the Company is currently assisting in a confidential investigation carried out by certain PRC governmental authorities (the “Investigation”).**

**Until 8 August 2019, Mr. Ren Yuanlin had continued to have a decision-making role in respect of major matters of the Company, including his recent approval of the unaudited financial results of the Group for the second quarter ended 30 June 2019 that was released on 5 August 2019.**

**Beginning 9 August 2019, Mr. Ren Yuanlin has been granted a leave of absence by the Board to focus on the Investigation. Mr Ren Letian, Chief Executive Officer of the Group and alternate director to Mr Ren Yuanlin, shall assume Mr Ren Yuanlin’s role as a Director in Mr Ren Yuanlin’s absence. The intention of the leave of absence is to expedite the completion of the Investigation so that he may resume his full-time duties with the Group as soon as possible.**

**Based on the Board’s due enquiries as well as the legal advice sought by the Board, as of the date of this announcement, the Board confirms that to the best of its knowledge, the following:**

**(i) that none of Mr. Ren Yuanlin, any of the other Directors (being Mr. Teo Yi Dar, Mr. Xu Wen Jiong, and Mr. Chen Timothy Teck Leng), any of the Group’s executive officers (being Mr. Ren Letian, Mr. Wang Jiansheng, Mr. Wang Dong, Mr. Xiang Jianjun, Mr. Du**

Chengzhong and Ms. Liu Hua), or any company in the Group, are the subject matter of the Investigation;

(ii) that none of the Directors (other than Mr. Ren Yuanlin) and that none of the Group's executive officers has been requested by any PRC governmental authorities to assist with or to be involved in the Investigation;

(iii) that the businesses and operations of the Group are unaffected by the Investigation and Mr. Ren Yuanlin's leave of absence and it is business as usual for the Group's businesses and operations; and

(iv) that Jingjiang Runyuan Rural Micro-finance Co., Ltd., a company in the Group, continues to operate its financing business and it is business as usual for the Group's financing division.

Further to the foregoing, and to the best of its knowledge, the Board is of the opinion that sufficient information has been disclosed to enable trading in the Company's securities to continue in an orderly manner.

The Company reserves the right to commence any proceedings and take any actions for any and all causes of action arising from any falsehoods spread in order to protect the reputation of the Group and its Directors.

The Board will continue to keep shareholders updated on any material developments in connection with the above matters through timely announcements on SGXNET.

Shareholders are advised to exercise caution when dealing in the shares of the Company and to refrain from taking any action in relation to their shares which may be prejudicial to their interests. Where in doubt as to the action they should take, Shareholders should consult their financial, tax, legal or other professional advisors.

Question 3: Can you confirm your compliance with the listing rules and, in particular, Mainboard Rule 703?

**The Company confirms that it is in compliance with the listing rules and, in particular, Mainboard Rule 703.**

For any enquiries in respect of the subject matter of this announcement, please contact:

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By Order of the Board

Ren Letian  
Chief Executive Officer

14 August 2019