

CHINA BEARING (SINGAPORE) LTD.
(Incorporated in the Republic of Singapore)
(Co Registration No. 200512048E)

PROPOSED DISPOSAL OF THE ENTIRE ISSUED AND PAID-UP SHARE CAPITAL OF LINYI KAIYUAN BEARING CO., LTD.– SUPPLEMENTAL AGREEMENT

The board of directors (“**Board**”) of China Bearing (Singapore) Ltd. (“**Company**”) refers to the announcement made by the Company on 30 July 2015 (“**Announcement**”) in relation to the Proposed Disposal.

Unless otherwise defined, capitalized terms and references used herein shall bear the same meanings ascribed to them in the Announcement.

The Board wishes to announce the following:

- (a) the Company and the Purchaser had jointly commissioned Baker Tilly Consultancy (Singapore) Pte Ltd (“**Valuer**”) as the independent third party valuer to conduct the Valuation. Based on the valuation report dated 11 September 2015 (“**Valuation Report**”) prepared by the Valuer, the market value of the Sale Shares was estimated to be in the range of S\$14,644,000 to S\$15,621,000 (“**Market Value**”);
- (b) the Company and the Purchaser has on 22 October 2015 entered into a supplemental agreement (“**Supplemental Agreement**”) to vary the terms of the SPA, pursuant to which the Company and the Purchaser agreed that notwithstanding paragraph 2.3(a) of the Announcement, the Consideration shall be Singapore Dollars Fifteen Million (S\$15,000,000) (or its foreign currency based on the relevant closing exchange rate as published by any major bank as at the business day immediately prior to the SPA) and no further adjustment to the Consideration shall be required.

A copy of the Supplemental Agreement and Valuation Report is available for inspection during normal business hours at the registered office of the Company at 161A, Thomson Road Goldhill Centre Singapore 307614 for a period of three (3) months from the date of this announcement.

Shareholders should note that the Proposed Disposal is subject to numerous conditions. There is no certainty or assurance as at the date of this announcement that the Proposed Disposal will be completed, or that no changes will be made to the terms thereof. Accordingly, Shareholders are advised to exercise caution when trading in the Shares of the Company.

The Company will make the necessary announcements when there are further developments on the Proposed Disposal and other matters contemplated by this announcement.

Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

ZHANG ANXI
Managing Director and Chief Executive Officer
22 October 2015