Registration No: 199105392H

INCREASE IN SHARE CAPITAL OF AN INDIRECT ASSOCIATED COMPANY – TAT HONG INTRACO HEAVY EQUIPMENT CO. LTD.

The Board of Directors of Tat Hong Holdings Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that its 40%-owned associated company Tat Hong Intraco Pte. Ltd. ("**THI**"), has increased its investment in its wholly-owned subsidiary in Myanmar, Tat Hong Intraco Heavy Equipment Co. Ltd. ("**THIHE**"), from US$149,999 to US$3,149,999 through the subscription of 3,000,000 new ordinary THIHE shares of US$1.00 each for a total cash consideration of US$3,000,000 (the "**Share Capital Increase**").

With the Share Capital Increase, THIHE's issued and paid-up share capital is now US$3,150,000, comprising 3,150,000 ordinary shares, of which 3,149,999 shares are held by THI and 1 share by INTRACO Limited. The Share Capital Increase is to fund THIHE's working capital requirements.

The Share Capital Increase is funded by THI's internal resources and is not expected to have any material impact on earnings per share or net tangible assets per share of the Group for the financial year ending 31 March 2015.

Save as disclosed in the Company's Announcement dated 28 August 2013, none of the Directors or the controlling shareholders of the Company has any interest in the above transaction, except through their respective shareholdings in the Company.

By Order of the Board
Tat Hong Holdings Ltd

Lional Tseng
Group Chief Financial Officer/Joint Company Secretary
19 March 2015