



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

RESPONSE TO SGX-ST'S QUERY ON THE ACQUISITION OF SUBSIDIARY

The Board of Directors of Yangzijiang Shipbuilding (Holdings) Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the query from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 17 July 2019 regarding the Company’s announcement on 16 July 2019 (the “**Announcement**”) and wishes to set out its response to the query below.

Unless otherwise defined herein, all capitalized terms used but not defined herein shall have the same meanings ascribed to them in the Announcement.

SGX-ST Query

We refer to the announcement issued by the Company on 16 July 2019 entitled “Acquisition of subsidiary”. As set out under Listing Rule 1010(5), please disclose the value placed on the Odfjell Terminal (Jiangyin) Company Ltd (“OTJ”) by the valuer, the party who commissioned the valuation and date of such valuation.

Company’s Response

As disclosed in the Announcement, the sole asset of OTCH is a 55% equity interest in OTJ. Accordingly, as OTCH is a special purpose vehicle, the valuation of the entire issued share capital of OTCH was obtained from the OTJ Valuation.

No third party valuer had been appointed to carry out the OTJ Valuation. Each of the Company and the seller of the entire issued share capital of OTCH had carried out the OTJ Valuation (a discounted cash flow analysis on OTJ) independently.

The value of the OTJ Valuation conducted by the Company is equal to the consideration of USD 46,231,298 for the Acquisition.

BY ORDER OF THE BOARD

Ren Yuanlin
Executive Chairman
19 July 2019