Registration No: 199105392H

UPDATE ANNOUNCEMENT

Tat Hong Holdings Ltd (the "**Company**") refers to its announcements released on 15 March 2016 (the "**15 March Announcement**"), 15 April 2016, 15 May 2016, 15 June 2016, 15 July 2016 and 15 August 2016.

The Company disclosed in the 15 March Announcement that the Company had been approached in connection with a potential transaction which may or may not lead to an acquisition of the issued share capital of the Company. Further to the announcement released on 15 August 2016, the Company wishes to update shareholders that the counterparty has informed the Company that it would not be proceeding with its assessment of the potential transaction at this stage, in view of the current economic conditions impacting the counterparty's business. Accordingly, the Company has ceased discussions with the counterparty.

The Company will continue to evaluate strategic options or opportunities which may arise from time to time, with a view to enhancing shareholder value.

By Order of the Board

TAT HONG HOLDINGS LTD

Jennie Hong Chok Hane
Group Chief Financial Officer / Company Secretary

8 September 2016