AVIC INTERNATIONAL MARITIME HOLDINGS LIMITED
(Formerly known as "AVIC International Investments Limited")

(Incorporated in Singapore on 11 November 2010)
(Company Registration No. 201024137N)
(the "**Company**" and together with its subsidiaries, the "**Group**")

PROPOSED CHANGE OF AUDITORS

The board of directors ("**Board**") of the Company wishes to announce to the shareholders of the Company ("**Shareholders**") the proposed change of auditors of the Group ("**Auditors**") from Messrs Deloitte & Touche LLP ("**Deloitte**") to Messrs PricewaterhouseCoopers LLP ("**PwC**") for the current financial year ending 31 December 2015 (the "**Proposed Change of Auditors**").

The Board is proposing a change of Auditors as part of the Company's corporate governance initiatives to maintain the independence of its Auditors by periodically rotating its Auditors, and to adopt a more streamlined audit process by engaging the same auditors (being PwC) as that of its holding company, AVIC International Holdings Ltd., a company listed on the Hong Kong Exchanges and Clearing Limited. The outgoing Auditors, Deloitte, were appointed as external Auditors from 15 April 2011.

Pursuant to Section 205AB of the Companies Act, (Cap. 50) of Singapore, the resignation of the Auditors is conditional upon obtaining the consent of the Accounting and Corporate Regulatory Authority of Singapore ("**ACRA**"). In this regard, ACRA has on 18 December 2015 ("**ACRA Letter**") issued its consent to Deloitte's proposed resignation and the Company has on 22 December 2015 received a letter from Deloitte informing the Company of its intention to resign as the Auditors of the Company as well as the reasons for its resignation ("**Resignation Letter**"). A copy of the Resignation Letter is attached to this announcement.

The resignation of Deloitte shall take effect on 18 December 2015, as stipulated in the ACRA Letter and the Resignation Letter.

A circular to Shareholders, setting out the reasons and rationale for the Proposed Change of Auditors, together with a notice of the extraordinary general meeting, will be despatched in due course.

The Board wishes to express its appreciation for the services rendered by Deloitte in the past.

BY ORDER OF THE BOARD

Dr Diao Weicheng
Executive Chairman
23 December 2015

Deloitte.

Deloitte & Touche LLP
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18 December 2015

AVIC International Maritime Holdings Limited
10 Collyer Quay
#27-00 Ocean Financial Centre
Singapore 049315

Attention: Mr Li Meijin, Executive Director /
Mr Chong Teck Sin, Chairman of the Audit Committee

Dear Sirs

AVIC INTERNATIONAL MARITIME HOLDINGS LIMITED (THE "COMPANY") AND ITS SUBSIDIARIES
RESIGNATION AS AUDITORS

We have submitted our application for consent to resign as auditors of AVIC International Maritime Holdings Limited and its subsidiaries as listed in Appendix A under Section 205AB of the Companies Act to the Accounting and Corporate Regulatory Authority ("ACRA") and have received the approval of the application by ACRA on 18 December 2015.

We hereby give notice to resign as statutory auditors of the above mentioned companies effective 18 December 2015. The reasons for resignation, which were included in our application to ACRA, are set out in Appendix B to this letter.

This is in compliance with Section 205AB(5) of the Companies Act, Cap. 50.

We would like to take this opportunity to thank you for the co-operation and assistance rendered to our firm in the past.

Very truly yours

Deloitte & Touche LLP

Deloitte & Touche LLP (Unique Entity No. T08LL0721A) is an accounting limited liability partnership registered in Singapore under the Limited Liability Partnerships Act (Chapter 163A).

SINGAPORE 2015
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OFFICIAL PROFESSIONAL SERVICES PARTNER

Deloitte.

APPENDIX A

List of companies from which resignation is sought:

1 AVIC International Maritime Holdings Limited (the "Company")
2 Kaixin Industrial Pte. Ltd.
3 AVIC International Ship Development Pte. Ltd.
4 AVIC International Marine Engineering Pte. Ltd.
5 AVIC International Ship Engineering Pte. Ltd.
6 AVIC International Offshore Pte. Ltd.
7 Deltamarin Floating Construction Pte. Ltd.
8 AVIC Tidestar Fast Offshore Pte. Ltd.

Deloitte.

APPENDIX B

The reasons for resignation as included in the application to ACRA are as follows:

We have received a Notice of Request dated 16 November 2015 from AVIC International Maritime Holdings Limited (the "Company") requesting Deloitte & Touche LLP ("Deloitte") to consider resigning as auditors of the Company for the financial year ending 31 December 2015 for the reasons set out in the Notice of Request which are extracted as follows for easy reference:

1. The Company is of the view that, as customary with listed subsidiaries of some PRC state-owned entities, a periodic rotation of audit firms is an effective means to safeguard the independence of audit and effectively enhances the Company's corporate governance practices. At this juncture, it is noted that Deloitte has been appointed as the Company's auditors since April 2011.

2. The Company, as a subsidiary of AVIC International Holdings Ltd., a company listed on the Hong Kong Exchanges and Clearing Limited, wishes to appoint the same auditors as that of its holding company. The Company is of the view that by engaging the same auditors as that of its parent company will enhance operational efficiencies and enable the Company to benefit from a streamlined accounting and auditing process. The auditor of the holding company is PricewaterhouseCoopers in HongKong.

Deloitte has considered the Company's request and hence submitted the application to resign as auditors for the Registrar's approval.

AVIC International Maritime Holdings Limited
(Formerly known as AVIC International Investments Limited)
(Incorporated in Singapore on 11 November 2010)
(Company Registration No. 201024137N)

NOTICE OF REQUEST

Date: 16 November 2015

Deloitte & Touche LLP
6 Shenton Way, OUE Downtown 2
#33-00
Singapore 068809

Dear Sirs,

AVIC International Maritime Holdings Limited (the "Company") – Request for Resignation of Auditors for the Financial Year ending 31 December 2015

We humbly request your good firm to consider resigning as auditors of the Company for the financial year ending 31 December 2015.

The reasons of our aforesaid request are as follow:

1. the Company is of the view that, as customary with listed subsidiaries of some PRC state-owned entities, a periodic rotation of audit firms is an effective means to safeguard the independence of auditors and effectively enhances the Company's corporate governance practices. At this juncture, it is noted that your good firm has been appointed as the Company's auditors since April 2011.

2. the Company, as a subsidiary of AVIC International Holdings Ltd., a company listed on the Hong Kong Exchanges and Clearing Limited, wishes to appoint the same auditors as that of its holding company. The Company is of the view that by engaging the same auditors as that of its parent company will enhance operational efficiencies and enable the Company to benefit from a streamlined accounting and auditing process.

We appreciate your understanding and wish to take this opportunity to thank you for your service all this while.

Yours faithfully

Li Meijin
Director of the Company