



YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.

(Company Registration No. 200517636Z)

(Incorporated in the Republic of Singapore on 21 December 2005)

SUBSCRIPTION OF ADDITIONAL SHARES IN JIANGSU NEW MATERIAL INDUSTRIAL VENTURE CAPITAL ENTERPRISE (LIMITED PARTNERSHIP)

The Board of Directors (the “Board”) of Yangzijiang Shipbuilding (Holdings) Ltd. (“YZJ” or “the Company”) wishes to announce that the Company has through its wholly-owned subsidiary, Jiangsu New Yangzi Shipbuilding Co. Ltd (“JNYSCO”), subscribed for an additional RMB40 million equity interest in the capital of Jiangsu New Material Industrial Venture Capital Enterprise (Limited Partnership) (“JNMIV”), a company registered in Changzhou city, People’s Republic of China, thereby making JNMIV a 38%-owned associate of the Company.

JNMIV is a venture capital investment fund aiming to generate capital gains from investment in new materials in terms of its technologies, products, equipment and services. This investment is expected to enhance the management's expertise in cash redeployment.

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The above investment will not have any significant impact on the earnings per share and net tangible assets per share of the YZJ Group for the current financial year ending 31 December 2016.

Save for their respective shareholdings in the Company, none of the Directors or controlling shareholders or substantial shareholders of the Company has any interest, direct or indirect, in the transactions contemplated herein.

By Order of the Board

Ren Yuanlin
Executive Chairman
8 November 2016