



YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.

(Company Registration No. 200517636Z)

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

DISPOSAL OF 50% EQUITY INTEREST IN THE REGISTERED CAPITAL OF JIANGSU HUAYUAN METAL PROCESSING CO., LTD.

出售江蘇華元金屬加工有限公司50%股權

The Board of Directors (the “**Board**”) of Yangzijiang Shipbuilding (Holdings) Ltd. (“**YZJ**” or the “**Company**”) wishes to announce that the Company has recently disposed 50% equity interest in the registered capital of Jiangsu Huayuan Metal Processing Co., Ltd. (“**JHMPCO**”) (the “**Disposal**”), a company registered in the People’s Republic of China, with a registered authorised share capital of RMB300,000,000, which is engaged in ship demolishing business through its wholly-owned subsidiary, Jingjiang City Dunfeng Ship Dismantle Co., Ltd.

董事局謹代表揚子江船業控股有限公司（以下簡稱“揚子江”或“公司”）公佈公司已出售江蘇華元金屬加工有限公司（以下簡稱“華元”）50%股權（以下簡稱“出售”），華元為一家中國註冊公司，擁有3億元人民幣的註冊資本，並通過其全資子公司靖江市敦豐拆船有限公司從事拆船業務。

The Company’s wholly-owned subsidiaries, Jiangsu New Yangzi Shipbuilding Co., Ltd (“**Jiangsu New Yangzi**”) and Baoling Investments Pte Ltd (“**Baoling**”) had invested equity interests of 70% and 30% respectively in JHMPCO.

公司全資子公司江蘇新揚子造船有限公司(以下簡稱“江蘇新揚子”)及Baoling Investments Pte Ltd (以下簡稱“**Baoling**”)分別持有華元70%和30%股權。

In view of the weakening demand and increased costs in relation to higher requirement on environmental regulations, it is in the best interest of the Company to dispose the 50% equity interest in JHMPCO at a consideration of RMB140,000,000; whereby 20% disposal was through Jiangsu New Yangzi and 30% disposal was through Baoling.

考慮到拆船行業的需求疲軟，日益嚴格的環保需求導致成本不斷上升，以人民幣1.4億元的總對價通過江蘇新揚子及Baoling出售華元50%股權（其中江蘇新揚子20%，Baoling 30%）符合集團的最佳利益。

After the Disposal, the Company will through Jiangsu New Yangzi hold the remaining 50% equity interest in JHMPCO and the core business of JHMPCO will be changed to include steel cutting and processing, scrap steel crushing, shearing, and general cargo warehousing, wholesale of scrap steel, non-ferrous metals and ferrous metals, and coal washing, sale, handling, import and export. The disposal is in tandem with the YZJ’s strategy to re-position its businesses activities.

此次出售完成后，公司將通過江蘇新揚子持有華元剩餘50%的股權，華元的主營業務也將變更為金屬切削加工，廢鋼粉碎，剪切加工；普通貨物倉儲，廢鋼、有色金屬、黑色金屬的批發，煤炭洗選，銷售、裝卸和進出口業務。此次出售與集團重新定位其業務活動的策略一致。

The above Disposal will not have any significant impact on the earnings per share and net tangible assets per share of the Group for the current financial year ending 31 December 2014.

上述出售將不會對揚子江集團當前截止至2014年12月31日財務年度的每股盈餘及每股淨資產產生顯著的影響。

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 transaction contemplated herein.

不考慮持有的公司股權，任何一位董事、控股股東或主要股東與本項交易均無直接或間接的利益關係。

By Order of the Board

謹代表董事局

Ren Yuanlin (任元林)

Executive Chairman (執行主席)

13 August 2014 (2014年8月13日)