



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

ACQUISITION OF 10.6% SHARES IN SUZHOU JIUMEI FIBER GLASS CO., LTD

The Board of Directors 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, acquired 10.6% equity interests in the share capital of Suzhou Jiumei Fiber Glass Co., Ltd (“JFG”) through the trading system of National Equities Exchange and Quotations (“NEEQ”) at a total consideration of RMB60,000,000 (the “Acquisition”).

1. Background

JFG is a company listed on the NEEQ of China (Stock code: 832486), specialising in the development and production of glass fiber reinforced plastics, one of the most widely used composites material in the shipbuilding industry.

2. Relative figures for the acquisition under Rule 1006 of the Listing Manual of Singapore Exchange Securities Trading Limited (“SGX-ST”):

The relative figures for the said Acquisition computed on the applicable bases set out in Rule 1006 of the Listing Manual of SGX-ST are set out as follows:

Rule 1006 (a) Net asset value of the assets to be disposed of, - N/A
compared with the Group’s net asset value

Rule 1006 (b) Net profits attributable to the assets acquired - 0.936%
compared with the Group’s net profits

Rule 1006 (c) Aggregate value of the consideration given - 0.338%
compared with the market capitalization

Rule 1006 (d) Number of equity securities issued as consideration - N/A
for the acquisition compared with the number of equity securities
previously issued

3. General Rationale of the Acquisition

The Board believes that the acquisition of shares in JFG will be a good opportunity for the Group to penetrate into the upstream industry in order to better secure the supply of the shipbuilding materials and better control the costs of shipbuilding business.

4. Financial Effects

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 2018.

5. Further Information

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.

By Order of the Board

Ren Yuanlin
Executive Chairman
21 June 2018