AVIC INTERNATIONAL MARITIME HOLDINGS LIMITED

(Formerly known as "AVIC International Investments Limited")

(Incorporated in the Republic of Singapore)
(Company Registration No. 201024137N)
(the "**Company**" and together with its subsidiaries, the "**Group**")

UPDATE ANNOUNCEMENT

The Board of Directors (the "**Board**") of the Company refers to the Company's circular to shareholders dated 21 July 2015 ("**Circular**") in respect of the proposed acquisition of 60% shareholding in AVIC Zhenjiang Shipyard Marine Pte. Ltd. as an interested person transaction. Unless otherwise defined herein, capitalised terms used in this Announcement shall have the same meanings ascribed to them in the Circular.

As set out in Section 4.2.7 of the Circular, the Parties have agreed, among other things, that in the event that a net loss is realised in respect of any of the Post-Completion Settlement Assets, the Vendor shall be liable to pay 60% of such net loss to the Purchaser in cash ("**Net Loss Payment**").

The Board wishes to announce that the Group has on 9 May 2019 received from the Vendor the sum of US$552,718.20 as the crystallised settlement amount for the Net Loss Payment, being 60% of the net loss realised in respect of the Post-Completion Settlement Assets as agreed between the relevant parties.

By Order of the Board

Dr Diao Weicheng
Executive Chairman
10 May 2019

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*This Announcement has been prepared by the Company and its contents have been reviewed by the Company's Continuing Sponsor, Stamford Corporate Services Pte. Ltd. ("**Sponsor**"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

The Sponsor has not independently verified the contents of this Announcement. This Announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this Announcement, including the accuracy, completeness or correctness of any of the statements or opinions made or reports contained in this Announcement.

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