



TIONG WOON CORPORATION HOLDING LTD.

(Company Registration Number: 199705837C)

SALE OF SHARES IN SUBSIDIARY

The Board of Directors of Tiong Woon Corporation Holding Ltd. (“**Company**”) wishes to announce that on 2 August 2016, it entered into an agreement and disposed its entire 51% interest in Tiong Woon Oasis Marine & Engineering Pte. Ltd. (“**TWOME**”), a private limited company incorporated in Singapore, to an existing shareholder of TWOME, at a nominal consideration of \$1.00. TWOME ceased to be a subsidiary of the Company with effect from completion of the said sale on the date of the said agreement.

The principal activities of TWOME are that of providing process and industrial plant and engineering services, renovation and marine related activities including but not limited to dredging and marine construction.

Financial Information

Based on its audited accounts for financial year ended 30 June 2015, TWOME has net tangible liabilities of \$6.00 million.

The sale price of \$1.00 was arrived at after arms-length negotiations on a willing-buyer, willing seller basis, and took into consideration that TWOME has net tangible liabilities of \$6.00 million. The consideration was paid in full on completion.

The disposal of TWOME would result in an improvement in the Company and its subsidiaries (“**Group**”) NTA per share from 116.50 cents per share to 116.81 cents per share for the financial year ended 30 June 2015, assuming that the transaction had been effected at the end of that financial year and after adjusting the number of shares to post share consolidation.

The disposal of TWOME would result in an improvement in the earnings per share of the Group, from 5.15 cents per share to 5.46 per share for the financial year ended 30 June 2015, assuming that the transaction had been effected at the beginning of that financial year and after adjusting the number of shares to post share consolidation.

Rationale for Disposal

The disposal of TWOME is in line with the Group’s strategy to divest non-core businesses which are non-profitable so that the Group can focus on its core businesses.

A copy of the SPA is available for inspection during normal business hours at the Company's registered office for a period of 3 months from the date of this announcement.

None of the directors of the Company has any direct or indirect interest in the aforesaid sale transaction. The directors of the Company are not aware of any substantial shareholder having any interest, direct or indirect, in the aforesaid sale transaction, and have not received any notification of interest in the sale transaction from any substantial shareholder.

By Order of the Board

Ang Kah Hong
Executive Chairman and Managing Director
2 August 2016