Registration No: 199105392H

PROPOSED SPIN-OFF AND LISTING OF PART OR ALL OF THE GROUP'S BUSINESS IN THE PEOPLE'S REPUBLIC OF CHINA ON THE TAIWAN STOCK EXCHANGE

– UPDATE ON LISTING APPLICATION

The Board of Directors (the "**Board**") of Tat Hong Holdings Ltd (the "**Company**") refers to the Company's announcements made on 7 October 2014, 12 August 2015, 21 September 2015 and 25 November 2015 and wishes to announce that its 82%-owned subsidiary, Tat Hong Equipment Service Co. Ltd. ("**THES**") has informed the Taiwan Stock Exchange ("**TWSE**") that it will not proceed with the listing of its shares on TWSE.

The Company is of the opinion that the current global economic environment as well as the weak and volatile global equity markets are not conducive for the listing of THES and that any valuation of THES at this point in time would not commensurate with its intrinsic value. Hence, it would not be in the shareholders' interest to proceed with the proposed listing of THES under current conditions. The Company may or may not seek a listing of THES on TWSE or other stock exchange in the future and will keep shareholders informed of any material developments accordingly.

Shareholders and other investors are advised to exercise caution when dealing in the securities of the Company and should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers if they are in doubt about the actions that they should take.

By Order of the Board
Tat Hong Holdings Ltd

Jennie Hong Chok Hane
Group CFO / Company Secretary
4 July 2016