Registration No: 199105392H

PROFIT GUIDANCE

The Board of Directors of Tat Hong Holdings Ltd (the "**Company**" and together with its subsidiaries, the "**Group**") would like to provide guidance on the Group's financial performance for the fourth quarter and full year ended 31 March 2016 ("**4QFY2016**" and "**FY2016**" respectively).

Based on the preliminary review of its consolidated results, the Group is expected to report a loss for 4QFY2016 and FY2016. This is primarily attributable to further provisions and costs associated with the exit of the excavator distribution business in Indonesia, foreign exchange losses (mostly unrealised), non-cash impairment charges on goodwill and assets for its wholly-owned Australian subsidiary as market conditions remain challenging in the mid-term and non-cash impairment of its investment in an associated company. Whilst the value of the non-cash impairment charges is yet to be confirmed, it is expected to be significant for 4QFY2016 and FY2016.

Further details will be disclosed in the Group's audited financial statements for FY2016 which will be released on or around 27 May 2016.

In the meantime, shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company and to seek the advice of stockbrokers, bankers or financial advisers.

By Order of the Board
Tat Hong Holdings Ltd

Jennie Hong Chok Hane
Group CFO/Company Secretary

13 May 2016