

AVIC INTERNATIONAL MARITIME HOLDINGS LIMITED
(Formerly known as “AVIC International Investments Limited”)



(Incorporated in Singapore)
(Company Registration No. 201024137N)
(the “Company” and together with its subsidiaries, the “Group”)

INTERNAL RESTRUCTURING OF THE GROUP’S SUBSIDIARIES

The Board of Directors of the Company (“**Board**”) would like to announce that pursuant to a series of internal corporate restructuring (the “**Internal Restructuring**”) by the Group to streamline its operations based in the People’s Republic of China (“**PRC**”), the Group has as of the date of this announcement completed the following corporate actions and the changes in shareholding and registered capital have been successfully registered with the regulatory authorities in the PRC.

AVIC International Ship Development (China) Co., Ltd. (中航国际船舶发展(中国)有限公司) (“**AISD(China)**”) was previously wholly-owned by AVIC International Ship Development Pte. Ltd. (“**AISD(Singapore)**”), which is in turn a wholly-owned subsidiary of the Company. Prior to this Internal Restructuring, AISD(China) has a contributed capital of RMB100 million. Pursuant to the Internal Restructuring, the registered capital of AISD(China) was increased from RMB100 million to RMB290 million and the shareholding interests of some of the Group’s PRC-subidiaries were re-organized as follows:

- (a) AVIC International Offshore Pte. Ltd. (“**AIO(Singapore)**”) contributed an aggregate of RMB24.389 million by way of a transfer of its entire equity interest in AVIC International Offshore Xiamen Co., Ltd. (中航船舶(厦门)有限公司) (“**AIO Xiamen**”) to AISD(China), in return for an equity interest of 8.41% of AISD(China) on an enlarged basis;
- (b) Kaixin Industrial Pte. Ltd. (“**Kaixin Industrial**”) contributed an aggregate of RMB145.638 million by way of a transfer of its entire equity interest in AVIC Kaixin (Beijing) Ship Industry Co., Ltd. (中航凯新(北京)船舶有限公司) (“**Kaixin(Beijing)**”) to AISD(China), in return for an equity interest of 50.22% in ASID(China) on an enlarged basis; and
- (c) AISD(Singapore) further contributed an aggregate of RMB19.973 million by way of a transfer of its entire equity interest in AVIC International Ship Development (Guangzhou) Co., Ltd., (中航国际船舶发展(广州)有限公司) (“**AISD(Guangzhou)**”) to ASID(China), in return for an equity interest of 6.89% in ASID(China) on an enlarged basis. Based on the initial capital contribution by AISD(Singapore) of the equivalent of RMB100 million prior to this Internal Restructuring, and a valuation of its newly contributed AISD(Guangzhou) stake at RMB19.973 million, ASID(Singapore) became a 41.37% equity holder of ASID(China).

The corporate structure of the Group before and after the above changes is set out in Appendix A to this announcement.

The rationale for the Internal Restructuring is to consolidate the operations of the three PRC-incorporated subsidiaries, AISD(Guangzhou), AIO Xiamen and Kaixin(Beijing), under a single PRC platform, AISD(China). This will facilitate the streamlining of the operations under the PRC-incorporated subsidiaries of the Group for more centralised control and management as well as the improvement of administrative efficiency.

For the avoidance of doubt, as all the above transfers are internal restructuring of the shareholdings in the Group's wholly-owned subsidiaries (whether, held directly or indirectly), the effective interests of the Company in these relevant subsidiaries remain unchanged.

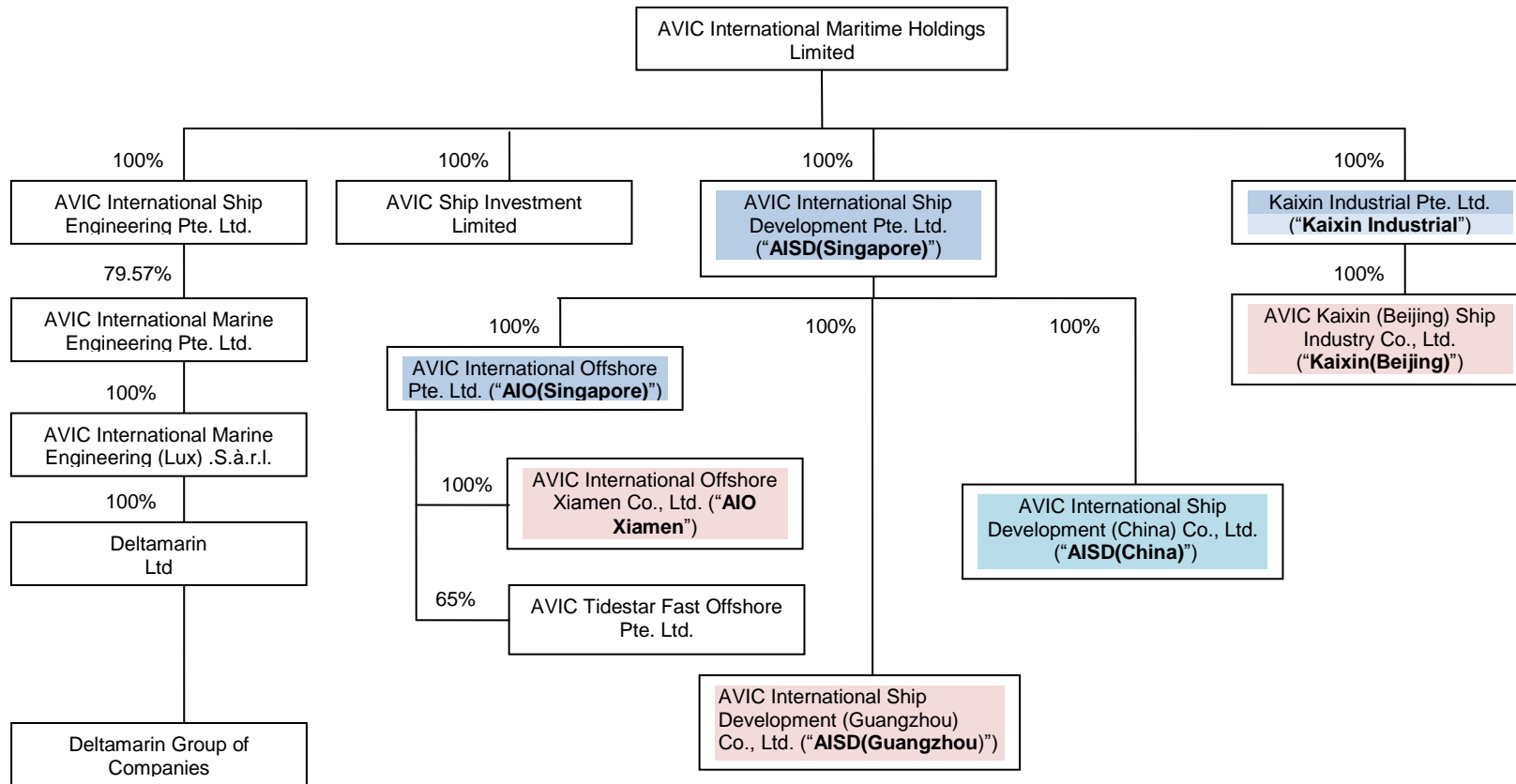
The Internal Restructuring is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 December 2015.

By Order of the Board

Dr Diao Weicheng
Executive Chairman
30 March 2015

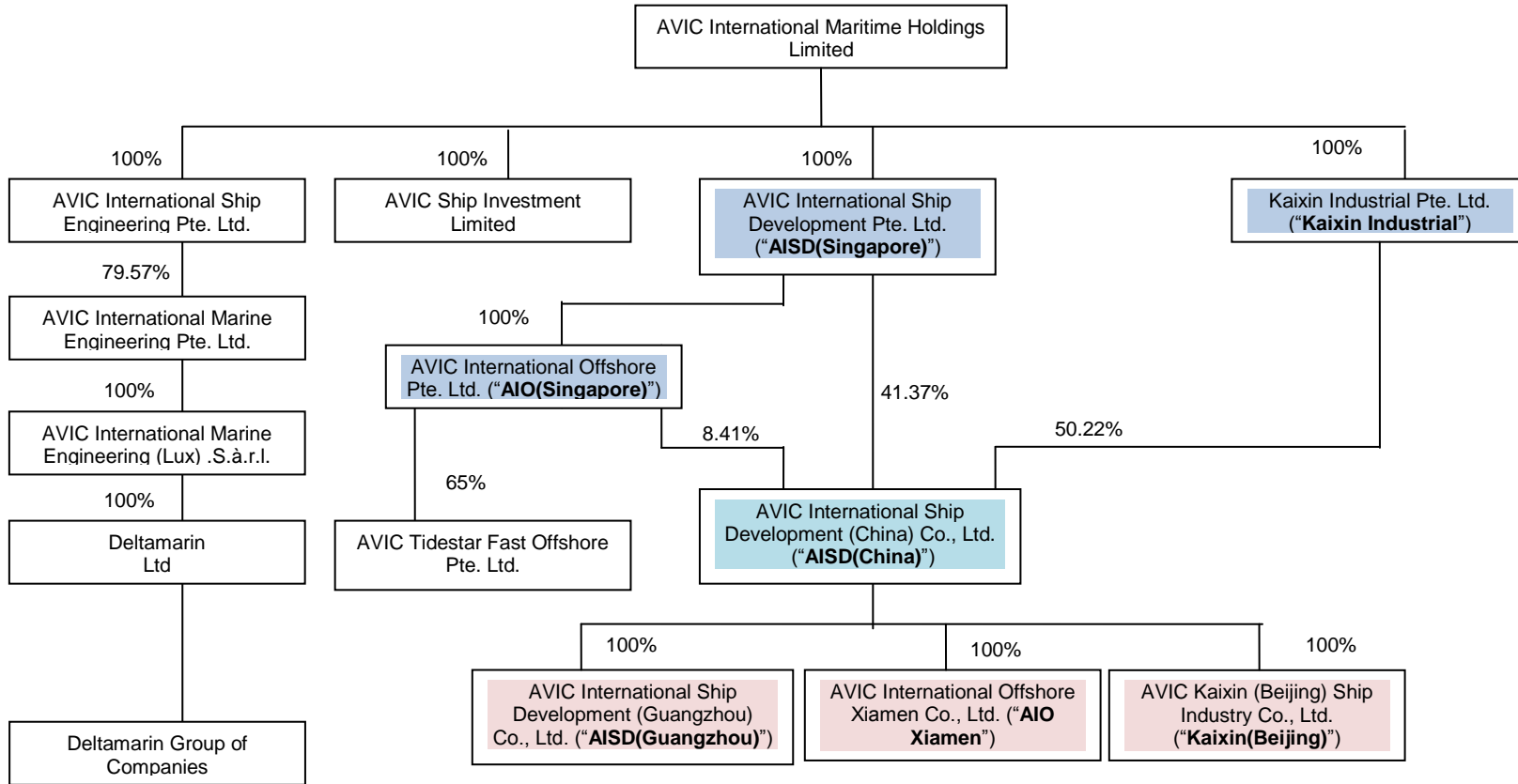
APPENDIX A

Prior to the Internal Restructuring



Note: Please note that for the purpose of clarity not all the subsidiaries or associated companies of the Group have been included in the diagram. The diagram is for illustrative purposes only in respect of the relevant changes and does not comprise the entire Group structure.

After Internal Restructuring



Note: Please note that for the purpose of clarity not all the subsidiaries or associated companies of the Group have been included in the diagram. The diagram is for illustrative purposes only in respect of the relevant changes and does not comprise the entire Group structure.