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

(Incorporated in Singapore on 11 November 2010)
(Company Registration No. 201024137N)

INTENTION TO TRANSFER LISTING FROM THE MAIN BOARD OF THE SINGAPORE EXCHANGE SECURITIES TRADING LIMITED TO THE CATALIST SPONSORED REGIME

The Board of Directors of AVIC International Maritime Holdings Limited (the "**Company**", and together with its subsidiaries, the "**Group**"), wishes to announce that the Company intends to undertake the proposed transfer (the "**Proposed Transfer**") of the listing of the Company from the Main Board of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") to the Catalist Board of the SGX-ST (the "**Catalist**").

The SGX-ST had on 2 March 2015 imposed a new requirement for all issuers listed on the SGX-ST's Main Board to meet a minimum trading price of S$0.20 (the "**MTP Requirement**"). Main Board issuers who fail to comply with the MTP Requirement will be placed on a watch-list ("**Watch-List**").

The relevant amendments to the Main Board listing rules will come into effect on 1 March 2016, which is the first date of review for compliance with the MTP Requirement (SGX-ST will perform reviews on every 1st business day of March, June, September and December). An issuer who is placed on the Watch-List for failing to meet the MTP Requirement will be given a 36-month period (from the time of entry) to exit from the Watch-List. Issuers who fail to exit from the Watch-List may be subject to delisting in accordance with the SGX-ST's Main Board listing rules.

The assessment of whether an issuer has met the minimum trading price of S$0.20 will be based on the issuer's volume weighted average price ("**VWAP**") of their shares on the SGX-ST for the six months preceding the relevant date of review. As at the date of this Announcement, the shares of the Company ("**Shares**") are traded below S$0.20 in the past six months.

In view of the above, the Company is desirous of transferring to the Catalist where there will be no MTP Requirement. The Board believes that the Proposed Transfer will provide the Company with a more suitable platform for the listing and quotation of its Shares.

The Proposed Transfer is subject to, *inter alia*, receipt of approval-in-principle from the SGX-ST for the Proposed Transfer and approval of Shareholders by way of a special resolution at an extraordinary general meeting of the Company to be convened. The Company will make an application to the SGX-ST in relation to the Proposed Transfer in due course. The Company will provide updates to the Shareholders on the outcome of the application in respect of the Proposed Transfer and as and when there are any material developments.

The Company is currently in discussions with Stamford Corporate Services Pte. Ltd. ("**SCS**") to be appointed as the Company's continuing sponsor, subject to, *inter alia*, the Proposed Transfer taking effect and SCS being satisfied with its due diligence on the Group.

Shareholders are advised to exercise caution when trading their Shares as there is no certainty or assurance as at the date of this Announcement that approval for the Proposed Transfer will be obtained or if the Proposed Transfer will be undertaken at all. In addition, there is no assurance that SCS will be appointed as the Company's continuing sponsor. Shareholders are advised to read this Announcement and any further announcements by the Company carefully. Shareholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Dr Diao Weicheng
Executive Chairman
29 February 2016