

## COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.

(Incorporated in the Republic of Singapore)  
(Company Registration Number: 196100159G)

### SUBSCRIPTION OF 30% INTEREST IN TAN CANG – COSCO – OOCL LOGISTICS COMPANY LIMITED

#### 1. Introduction

The Board of Directors (the “**Board**”) of COSCO SHIPPING International (Singapore) Co., Ltd. (the “**Company**”, and together with its subsidiaries, collectively the “**Group**”) wishes to announce that its subsidiary, COSCO SHIPPING Southeast Asia Container Logistics Services Pte. Ltd. (“**COSCO SEA**”) has today made a capital contribution of US\$300,000 (equivalent to approximately 6,873,000,000 Vietnamese Dong (“**VND**”) and approximately S\$416,000) for 30% interest in TAN CANG – COSCO – OOCL Logistics Company Limited (“**TAN CANG – COSCO – OOCL**”) (the “**Subscription**”).

The contributed capital of TAN CANG – COSCO – OOCL before and after the Subscription is as follows:

	Before the Subscription		After the Subscription	
	Amount	%	Amount	%
Tan Cang Overland Transport Joint Stock Company (“ <b>TAN CANG</b> ”)	US\$154,000	50	US\$400,000	40
OOCL Logistics (Hong Kong) Limited (“ <b>OOCL</b> ”)	US\$154,000	50	US\$300,000	30
COSCO SEA	-	-	US\$300,000	30
<b>Total</b>	<b>US\$308,000</b>	<b>100</b>	<b>US\$1,000,000</b>	<b>100</b>

OOCL is a subsidiary of COSCO SHIPPING Holdings Co., Ltd. which is in turn a subsidiary of China COSCO SHIPPING Corporation Limited. China Ocean Shipping Company Limited, being the controlling shareholder of the Company, is also wholly-owned by China COSCO SHIPPING Corporation Limited. In respect of the Subscription, COSCO SEA is the “entity at risk” for the purposes of Chapter 9 of the Listing Manual and OOCL is an “interested person”. The transaction therefore constitutes an “interested person transaction” within the meaning of Chapter 9 of the Listing Manual. The Subscription is of a value less than 1% of the latest audited net tangible assets of the Group.

#### 2. Information on TAN CANG – COSCO – OOCL

TAN CANG – COSCO – OOCL is a company incorporated in Vietnam. The principal activities of TAN CANG – COSCO – OOCL is to provide storage and warehouse services, container station and depot service, maintenance and repair of equipment and freight transport agency services. The total investment capital of TAN CANG – COSCO – OOCL after the Subscription shall be US\$1,000,000 (equivalent to approximately VND 22,910,000,000).

3. Rationale for, and benefit to, COSCO SEA

The Subscription was arrived at on a willing-buyer willing-seller basis taking into account the existing assets of TAN CANG – COSCO – OOCL. The Subscription was paid by COSCO SEA in cash to TAN CANG – COSCO – OOCL.

The Subscription is in line with the Company's plan to expand and promote the development of the Company's logistics network in South and Southeast Asia.

4. Value of the Assets

The book value (net asset value) and net tangible asset value of the Subscription as at the date of the capital contribution is US\$300,000 (equivalent to approximately VND 6,873,000,000 and approximately S\$416,000).

No independent valuation has been commissioned by COSCO SEA in relation to the Subscription.

5. Audit Committee Statement

The Audit Committee of the Company is of the view that the Subscription is on normal commercial terms, and is not prejudicial to the interests of the Company and its minority shareholders.

6. Value of interested person transactions ("IPTs")

The aggregate value of all IPTs (including the Subscription and excluding transactions which are less than S\$100,000 and transactions conducted under the shareholders' mandate for recurrent transactions with interested persons approved by shareholders at the Company's extraordinary general meeting on 29 April 2019 (the "**Shareholders' Mandate**")) entered into by the Group with OOCL for the current financial year commencing on 1 January 2019 up to the date of this announcement is approximately S\$416,000, representing approximately 0.11 per cent. of the Group's latest audited net tangible assets as at 31 December 2018 of S\$393.13 million ("**NTA**").

The total value of all IPTs (including the Subscription and excluding transactions which are less than S\$100,000 and transactions conducted under the Shareholders' Mandate) entered into between the Group and all interested persons for the current financial year commencing on 1 January 2019 up to the date of this announcement is approximately S\$3.17 million, representing approximately 0.81 per cent. of the Group's NTA.

7. Interests of Directors and Controlling Shareholders

Save as disclosed, none of the Directors or the controlling shareholder of the Company has any interest, direct or indirect, in the Subscription, save for their respective shareholdings (if any) in the Company.

By Order of the Board  
**COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.**

Zhu Jiandong  
Executive Director and President  
20 September 2019