Registration No: 199105392H

CHANGE IN SHAREHOLDING INTEREST IN AN INDRECTLY-HELD SUBSIDIARY – TAT HONG EQUIPMENT SERVICE CO., LTD AND ITS SUBSIDIARIES

Tat Hong Holdings Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") refers to its announcement on 7 October 2014 on the possible spin-off of all or part of its tower crane rental business in the People's Republic of China ("**China**").

As part of the restructuring of the Company's subsidiaries in China, held through indirectly owned subsidiary Tat Hong Equipment Services Co., Ltd ("**THES**") which is wholly owned by Tat Hong Equipment (China) Pte Ltd ("**THEC**") in which the Company has 88.4% effective shareholding interest, to facilitate the spin-off of its tower crane rental business, the minority shareholders of China Nuclear Huaxing Tat Hong Machinery Construction Co., Ltd ("**HXTH**") and Shanghai Tat Hong Equipment Rental Co., Ltd ("**SHTH**") have swapped their interests in these respective entities for shares in the capital of THES (the "**Share Swap**"). The Share Swap was undertaken using the net tangible assets of HXTH, SHTH and THES as the bases for valuation of the share interests in these companies respectively.

The following table shows the shareholding interests in THES, HXTH and SHTH before and after the Share Swap:

	Shareholding interests in HXTH		**Shareholding interests in SHTH**		**Shareholding interests in THES**	
Shareholder	Before Share Swap	After Share Swap	Before Share Swap	After Share Swap	Before Share Swap	After Share Swap
THEC	82.2%	92.7%*	98.7%	92.7%*	100%	92.7%
Joyful Sunshine Holdings Limited	7.8% #1	0%	-	-	0%	3.0%
Sunfield Investment Pte Ltd	5.0% #1	0%	1.3% #1	0%	0%	2.3%
China Nuclear Industry Huaxing Construction Company Limited	5.0%	0%	-	-	0%	2.0%

Notes:- #1 Deemed interest.

As a result of the change in THEC's shareholding interest in THES before and after the Share Swap, the Company's effective shareholding interest in THES and its subsidiaries are as follows:-

Company	Before the Share Swap	After the Share Swap
THES	88.4%	81.9%
HXTH	72.7%	81.9%
SHTH	87.3%	81.9%
Tat Hong Zhaomao Investment Co., Ltd	88.4%	81.9%
Jiangsu Zhongjian Tat Hong Machinery Construction Co., Ltd	88.0%	81.9%
Jiangsu Hengxingmao Finance Leasing Co., Ltd	88.4%	81.9%
Changzhou Tat Hong Zhaomao Machinery Construction Co., Ltd	87.6%	81.9%

The Company's interest in THES is held through THEC in which the Company has 88.4% interest with the remaining 11.6% interest held by Yongmao Holdings Limited. As a result of the Share Swap, the Company's effective shareholding interest in THES has reduced from 88.4% to 81.9% whilst the effective shareholding interests in HXTH and SHTH have changed from 72.7% to 81.9% and from 87.3% to 81.9% respectively and that in the other subsidiaries of THES have reduced as shown in the table above.

The Share Swap is not expected to have any material impact on the earnings per share or net tangible assets per share of the Group for the financial year ending 31 March 2016.

None of the Directors or controlling shareholders of the Company has any interest in the Share Swap except through their respective shareholdings in the Company.

By Order of the Board
TAT HONG HOLDINGS LTD

Lional Tseng
Group CFO/Joint Company Secretary

13 July 2015