Registration No: 199105392H

INCREASE IN SHARE CAPITAL OF ASSOCIATED COMPANY – TAT HONG INTRACO PTE LTD

The Board of Directors of Tat Hong Holdings Ltd (the "**Company**") would like to refer to its announcement dated 28 August 2013 (the "**Earlier Announcement**") in relation to, *inter alia*, the joint venture between the Company, INTRACO Limited ("**INTRACO**") and Mr Aung Moe Kyaw (collectively, the "**JV Parties**") for purposes of carrying out the business of rental of cranes and distribution of cranes and excavators in Myanmar and the incorporation in Singapore of Tat Hong Intraco Pte Ltd ("**Tat Hong Intraco**") with a paid-up capital of US$0.5 million. The Company and INTRACO each holds 40% of Tat Hong Intraco, with the balance 20% held by Mr Aung Moe Kyaw.

Pursuant to the terms of the joint venture agreement, the JV Parties have agreed to further invest, in proportion to their respective shareholdings, an aggregate amount of US$4.5 million in Tat Hong Intraco.

The Company wishes to announce that Tat Hong Intraco has on 15 May 2014, increased its issued and paid-up share capital from US$0.5 million to US$5.0 million through the allotment and issue of 4,500,000 new ordinary shares for an aggregate cash consideration of US$4.5 million (the "**Share Capital Increase**") as follows:

JV Party	**Additional shares issued**	**Cash consideration**
Company	1,800,000	US$1.8 million
INTRACO	1,800,000	US$1.8 million
Mr Aung Moe Kyaw	900,000	US$0.9 million

The Share Capital Increase is to fund the working capital requirements of Tat Hong Intraco.

The above transaction is funded through internal resources and is not expected to have any material impact on the earnings per share or net tangible assets per share of the Company for the financial year ending 31 March 2015.

Save as disclosed in the Earlier Announcement, none of the Directors or the controlling shareholders of the Company has any direct or indirect interest in the above transaction, except through their respective shareholdings in the Company.

By Order of the Board
Tat Hong Holdings Ltd

Lional Tseng
Joint Company Secretary
15 May 2014