

SHS HOLDINGS LTD.

(Company Registration Number 197502208Z)

(Incorporated in the Republic of Singapore)

JOINT VENTURE WITH SEMBCORP UTILITIES PTE LTD FOR THE INSTALLATION AND LEASE OF UP TO 4MWH ROOFTOP SOLAR GENERATION PROJECT FOR SATS AIRFREIGHT TERMINAL THROUGH THE SALE OF 49% EQUITY INTERESTS CHANGI MEGAL SOLAR PTE LTD TO SEMBCORP UTILITIES PTE LTD

The Board of Directors of SHS Holdings Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that the Company has through its subsidiary, Sinenergy Pte Ltd entered into a Sale Purchase Agreement with Sembcorp Utilities Pte Ltd to sell 49% of the Group’s equity interests in Changi Mega Solar Pte Ltd (“**Changi Mega**”) for S\$49.

Changi Mega is a special purpose vehicle set up to Design, Build, Finance, Own & Operate a Grid-Tied Solar Photovoltaic System with a project capacity of between 3,600 kW_p and 4,000 kW_p for SATS Airfreight Terminal (“**SATS Project**”).

Following the completion of the Sale Purchase Agreement, Changi Mega will be 51% owned by Sinenergy Holdings Pte Ltd, a wholly owned subsidiary of the Company and 49% owned by Sembcorp Utilities Pte Ltd. A Shareholders’ Agreement is also entered into between Sembcorp Utilities Pte Ltd and Sinenergy Holdings Pte Ltd to govern the manner shareholders have agreed to invest in, develop, finance, procure, design, construct, own, operate and maintain Changi Mega.

The sale of the 49% interests in Changi Mega is not expected to have any material impact on the consolidated net tangible assets and earnings per share of the Group for the current financial year.

By Order of the Board
SHS Holdings Ltd.

Ng Han Kok, Henry
Group Chief Executive Officer
27 October 2016