**COSCO CORPORATION (SINGAPORE) LIMITED**
(Company Registration No. 196100159G)

## CHANGE IN REGISTERED CAPITAL IN SUBSIDIARY

The Board of Directors of COSCO Corporation (Singapore) Limited (the "**Company**") wishes to announce that COSCO Shipyard Engineering Service (Dalian) Co., Ltd. (formerly known as COSCO (Dalian) Rikky Ocean Engineering Co., Ltd.) ("**CSES**"), a 75%-held subsidiary of COSCO Shipyard Group Co. Ltd. ("**CSG**") (being the Company's 51% owned subsidiary) had entered into separate conditional sale and purchase agreements on 1 December 2015 to acquire the entire registered capital of COSCO (Tianjin) Shipyard Co., Ltd. ("**COSCO Tianjin**").

Pursuant to the sale and purchase agreements, CSES will acquire 90% interest in COSCO Tianjin from CSG and the remaining 10% interest from Tianjin Ocean Shipping Co., Ltd. ("**Tianjin Ocean**"). The purchase consideration for CSES' acquisition of CSG's 90% interest in COSCO Tianjin will be satisfied by the issuance of additional equity to CSG. Following the issuance of the additional equity, CSG's interest in CSES will increase from 75% to 86.5%. The purchase consideration in respect of CSES' acquisition of Tianjin Ocean's 10% interest in COSCO Tianjin will be satisfied in cash.

COSCO Tianjin is in the business of voyage repair, automatic repair and ship spare parts supply. The purchase consideration for the acquisition was determined on a willing-buyer willing-seller basis after taking into account the net tangible asset value of the registered capital to be acquired as well as the performance of the business of COSCO Tianjin over the past years.

Tianjin Ocean is a subsidiary of China Ocean Shipping (Group) Company ("**COSCO**"), the Company's Controlling Shareholder (as defined in the Listing Manual issued by the Singapore Exchange Securities Trading Limited). Accordingly, CSES'acquisition of 10% of COSCO Tianjin from Tianjin Ocean, will constitute an interested person transaction pursuant to Chapter 9 of the Listing Manual. The value of the interested person transaction when aggregated with the other transactions (excluding transactions conducted under the shareholders' mandate for interested person transactions) entered into with COSCO and its Associates (as defined in the Listing Manual issued by the Singapore Exchange Securities Trading Limited) during the financial year ending 31 December 2015 is less than 3% of the latest audited consolidated net tangible assets of the Company and its subsidiaries as at 31 December 2014.

The above transaction is not expected to have a material impact on the net tangible assets or earnings per share of the Company and its subsidiaries for the financial year ending 31 December 2015.

By Order of the Board
Wu Zi Heng
Vice Chairman and President
7 December 2015