Registration No: 199105392H

DISPOSAL OF SHARES IN THE CAPITAL EMC CRANES (KL) SDN BHD

The Board of Directors of Tat Hong Holdings Ltd (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to inform that its 100% directly-owned subsidiary, Tat Hong HeavyEquipment (Pte) Ltd ("**THHE**") has disposed its entire 22% interest in EMC Cranes (KL) Sdn Bhd ("**EMC**") comprising 360,000 shares ("**EMC Shares**") to Sanbumi Holdings Berhad ("**SHB**") for a total consideration of MYR150,000 (approximately S$48,000) (the "**Transaction**").

EMC was incorporated in Malaysia and has been dormant since 2007. It was previously involved in the principal activities of the provision of mobile crane rental services. As there is no intention to recommence EMC's business, THHE has decided to dispose its entire interest in EMC to SHB. The disposal of the EMC Shares was also in line with the Company's on-going efforts to rationalise its shareholdings in its subsidiaries and associated companies.

The consideration of MYR150,000 was arrived at on a willing buyer, willing seller basis taking into consideration EMC's net asset value, of which the Group's share as at 31 May 2017 was S$34,000.

The Transaction is not expected to have any material impact on the Group's earnings per share or net tangible assets per share for the financial year ending 31 March 2018.

None of the directors or controlling shareholders has any interest in the Transaction except through their respective shareholdings in the Company and/or through their directorships in the Company and/or THHE.

By Order of the Board
Tat Hong Holdings Ltd

Jennie Hong Chok Hane
Group Chief Financial Officer / Company Secretary
4 July 2017