



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

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## **RESTRUCTURING OF EQUITY HOLDING IN SUBSIDIARY**

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The Board of Directors of COSCO Corporation (Singapore) Limited (the “**Company**”) wishes to announce that COSCO Shipyard Engineering Service (Dalian) Co., Ltd. (“**CSES**”), a 86.5% 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 18 December 2015 to acquire the entire registered capital of COSCO (Xiamen) Shipyard Co., Ltd. (“**COSCO Xiamen**”).

Pursuant to the sale and purchase agreements, CSES will acquire a 51% interest in COSCO Xiamen from CSG and the remaining 49% interest from Xiamen Ocean Shipping Co., Ltd. (“**Xiamen Ocean**”). COSCO Xiamen is in the business of ship repair, inspection and maintenance of life-rafts, marine fire-fighting equipment and systems inspection and repair, lifeboat and davit inspection and maintenance, marine evacuation system inspection, maintenance and testing, ship spare parts and materials supply.

The purchase consideration for the acquisition is RMB2,599,600 and was determined on a willing-buyer willing-seller basis after taking into account the net tangible asset value of COSCO Xiamen of approximately RMB1,914,600 as well as the performance of the business of COSCO Xiamen over the past years. The purchase consideration will be satisfied in cash.

Xiamen 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 49% of COSCO Xiamen from Xiamen 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 2016 is less than 3% of the audited consolidated net tangible assets of the Company and its subsidiaries as at 31 December 2014 (being the latest audited consolidated net tangible assets of the Company and its subsidiaries).

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 2016.

By Order of the Board  
Wu Zi Heng  
Vice Chairman and President  
13 January 2016