



Ezion Holdings Limited

Letter to Shareholders:

Warm greetings.

We have just released our second quarter financial statement for the six months ended 30th June 2017 ("**Financial Statements**") which reflected a difficult first half of 2017 experienced by the Group. Section 10 of the Financial Statements explains the outlook for the next 12 months and sets out the severe threats and opportunities the Group will be facing.

We are nonetheless confident that with the Group's efforts and focus as explained in paragraph 3 of section 10 of the Financial Statements, Ezion will become the industry leader in Self Propelled Service Rigs when the market eventually recovers. The management team will also be reorganized to provide better oversight in this current environment. However, the present difficulties faced by the Group have presented many challenges to the cashflows of the Group that will threaten the fundamental viability of the Group's business if these challenges persist.

It is therefore our intention to solve the problem comprehensively from all aspects and we will need to work together with all our stakeholders to discuss financing options. While the initial responses from our principal lenders appear positive, the details will need to be finalised. The outcome of the above discussions will very much determine if Ezion will survive the current crisis and emerge stronger than before.

We have temporarily suspended the trading of Ezion Holdings Limited's shares pending resolution of the above discussions with various stakeholders. With your understanding and prayers, we hope to achieve a favourable outcome that will be beneficial for all parties concerned.

We will keep you updated of subsequent developments.

Grace and peace of God be with you all.

Dr Wang Kai Yuen
Chairman

Mr Chew Thiam Keng
Chief Executive Officer