



## **YANGZIJIANG SHIPBUILDING (HOLDINGS) LTD.**

(Company Registration No. 200517636Z)

(Incorporated in the Republic of Singapore on 21 December 2005)

---

### **RESPONSES TO THE SGX QUERIES REGARDING UNAUDITED FINANCIAL STATEMENTS FOR THE FIRST QUARTER ENDED 31 MARCH 2019**

---

The Board of Directors of Yangzijiang Shipbuilding (Holdings) Ltd. (the “Company”) and its subsidiaries (the “Group”) wishes to announce the following responses to queries raised by Singapore Exchange Securities Trading Limited (“SGX-ST”) in its email dated 3 May 2019 on the Unaudited financial statements for the first quarter ended 31 March 2019 published by the Company via SGXNet on 29 April 2019.

#### **SGX Query:-**

With reference to the unaudited financial statements for the first quarter ended 31 March 2019, please provide an explanation for:

- (i) Increase in administrative expenses (Others)
- (ii) Increase in debt investments at amortised cost
- (iii) Decrease in trade and other payable

#### **Company’s Response (i) Increase in administrative expenses (Others):-**

The increase in administrative expenses (Others) from RMB74 million of 1Q2018 to RMB105 million in 1Q2019 was mainly due to higher shipbuilding activities in this quarter and higher administrative expenses incurred at Jiangsu Yangzijiang Offshore Engineering Co., Ltd. (the “Taicang Yard”) after it started shipbuilding in 2019.

#### **Company’s Response (ii) Increase in debt investments at amortised cost:-**

The increase in debt investments at amortised cost was due to the Group increased its investment in debt investments at amortised cost in 1Q2019.

#### **Company’s Response (iii) Decrease in trade and other payable:-**

The decrease in trade and other payable was mainly related to the decrease in trade payable as a result of settlement of trade payable to local suppliers before Chinese New Year in February 2019.

The Board collectively and individually takes responsibility for the accuracy of the aforesaid replies to the queries raised by the SGX-ST.

By Order of the Board

Ren Yuanlin  
Executive Chairman

6 May 2019