中远海运国际（新加坡）有限公司
COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.
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Press Release

Proposed Disposal of Equity Interest in Shipyard Assets

SINGAPORE, 5 May 2017 – Singapore Exchange ("SGX") mainboard-listed COSCO Shipping International (Singapore) Co., Ltd ("COSCO" or the "Company"), an offshore marine engineering, shipbuilding, ship repair & conversion and dry bulk shipping group, today announced its proposed disposal of:

(a) 51.0% equity interest in COSCO Shipyard Group
(b) 50.0% equity interest in COSCO (Nantong) Shipyard; and
(c) 39.1% equity interest in COSCO (Dalian) Shipyard

The purchaser, COSCO Shipping Heavy Industry is a wholly-owned subsidiary of ultimate parent China COSCO Shipping Corporation Limited, an indirect controlling shareholder of the Company.

The consideration of RMB1,465,822,955 was arrived at after arm's length negotiations between the Company and the purchaser on a willing-buyer and willing-seller basis after taking into account the value of net assets and profits and losses till 31 Mar 2017. The Purchaser shall be entitled to any distributable profits (and any other interest) attributable to the Sale Shares and assume any loss attributable to the Sale Shares from and after 1 April 2017.

Mr. Gu Jing Song, Vice Chairman and President of the Company said, "China COSCO Shipping is restructuring its shipyard businesses to centralize operations and management. The Proposed Disposal will enable the Company to exit from a loss-making business and create cash for investment in potential future new businesses, substantially reduce the Company's debt and improve the Company's financial position."

Completion of the Sale and Purchase Agreement is conditional upon, *inter alia*, approval of the Company's shareholders.

About COSCO Shipping International (Singapore) Co. Ltd

Listed on the main board of the SGX, COSCO Shipping International (Singapore) Co. Ltd ("COSCO") is a leading offshore marine engineering, shipbuilding, ship repair & conversion and dry bulk shipping group. The Group owns 51% of a large shipyard group in China, COSCO Shipyard Group, and a number of dry bulk carriers. COSCO is the listed subsidiary of China Ocean Shipping (Group) Company.

For further information, please contact:

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