COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.

(Incorporated in the Republic of Singapore)
(Company Registration No. 196100159G)

INCORPORATION OF JOINT VENTURE COMPANY WITH INTERESTED PERSON

The Board of Directors of COSCO SHIPPING International (Singapore) Co., Ltd. (the "**Company**") wishes to announce that it had, together with New Golden Sea Shipping Pte Ltd ("**NGSS**"), incorporated a joint venture company known as ""COSCO SHIPPING Southeast Asia Container Logistics Services Pte Ltd" on 28 November 2018 (the "**JV Company**").

The JV Company was incorporated with an issued and paid-up capital of US$2 comprising 2 ordinary shares. The Company and NGSS have agreed to increase the issued and paid-up capital of the JV Company to US$600,000 comprising 600,000 ordinary shares and each party shall hold 50% of the issued shares. The principal activities of the JV Company include investment holding and provision of logistics, storage, forwarding and shipping services and other services.

Mr Gu Jing Song, the Company's Vice Chairman and President, has been appointed a director of the JV Company.

NGSS is one of the key container shipping service providers covering 92 service routes in the Far East and Southeast Asia regions. As at end of August 2018, NGSS' operations comprised 80 vessels with a capacity of 240,000 TEUs.

NGSS is a subsidiary of COSCO SHIPPING Lines Co., Ltd., which is in turn owned by China COSCO SHIPPING Corporation Limited, the controlling shareholder of the Company. Accordingly, NGSS is considered an "interested person" of the Company and the joint venture is considered an interested person transaction for the purposes of Chapter 9 of the Listing Manual of the Singapore Exchange Securities Trading Limited.

The Audit Committee of the Company is of the view that the risks and rewards of the joint venture are in proportion to the equity of each joint venture partner, and the terms of the joint venture are not prejudicial to the interests of the Company and its minority shareholders.

The incorporation of the JV Company is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 December 2018.

Save as disclosed in this announcement, none of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

Further announcement(s) will be made on any material development(s) in relation to the joint venture.

By Order of the Board

Gu Jing Song
Vice Chairman and President
29 November 2018