

UPDATE ON THE JOHOR BAHRU HIGH COURT CIVIL SUIT NO. 22NCVC-304-07/2012 SH HEAVY MACHINERY SDN BHD V PIONEER SMITH ENGINEERING SDN BHD

Following the earlier announcement made on 14 August 2012, the Board of Directors of Sin Heng Heavy Machinery Ltd wishes to announce that its wholly-owned subsidiary, SH Heavy Machinery Sdn Bhd ("**SH**") had on 23 August 2012 obtained an inter-partes injunction order against Pioneer Smith Engineering Sdn Bhd ("PSE") in the High Court of Malaya at Johor Bahru. By this inter-partes injunction order, the Court had affirmed the ex-parte injunction order made on 9 August 2012 to allow SH to repossess 2 units of Kobelco 250 ton Crawler Crane model 7250-2F from PSE at Lot CP2, Tanjung Pelepas A/6, Pelabuhan Tanjung Pelepas, 81560 Gelang Patah, Johor, Malaysia.

By Order of the Board

Tan Cheng Guan Executive Director

25 August 2012