



新興重型機械有限公司
SIN HENG HEAVY MACHINERY LIMITED

No. 26, Gul Road, Jurong Industrial Estate, Singapore 629346

Tel: (65) 6-861 6111, Fax: (65) 6-863 8616

Website: www.sinheng.com.sg

CO REG. NO: 198101305R

GST REG. NO: M2-0043237-1

UPDATE ON THE REDUCTION OF SHAREHOLDING INTEREST IN ASSOCIATE COMPANY – SONGCHEON ENGINEERING PTE. LTD.

Further to the announcement made on 17 August 2012 on the abovementioned subject matter, the Board of Directors of Sin Heng Heavy Machinery Limited (the “**Company**”) wishes to announce that the Company has on 5 September 2012 subscribed for 1,000,000 ordinary shares of S\$1.00 each in the share capital of Songcheon Engineering Pte. Ltd. (“**Songcheon**”), an associate company of the Company. The shareholding interest of the Company in Songcheon remains at 20%.

The subscription for shares in Songcheon is funded through internal resources and is not expected to have any material impact on the net tangible assets or earnings per share of the Company for the financial year ending 30 June 2013.

BY ORDER OF THE BOARD

Tan Cheng Guan
Executive Director
10 September 2012