

TIONG SENG HOLDINGS LIMITED

(Incorporated in Singapore)

(Company Registration No. 200807295Z)

ACQUISITION OF ADDITIONAL INTEREST IN A SUBSIDIARY AND FORMATION OF A NEW JOINT VENTURE COMPANY IN THE PEOPLE'S REPUBLIC OF CHINA ("PRC")

Tiong Seng Holdings Limited ("Company") wishes to announce that it has through its wholly owned subsidiary, Chang De Investment Private Limited, acquired an additional interest of 2.975% in Tiong Seng (Tianjin) Project Management and Consultancy Co., Ltd ("Changsheng") from its effectively 66% owned subsidiary, Tianjin Zizhulin Investment Co., Ltd ("Chuangzhan"), for a purchase consideration of Rmb1.8 million (approximately S\$0.4 million) ("the Acquisition"). Following the Acquisition, the Company's effective interest in Changsheng, will increase from 99.0% to 100.0%.

The consideration of the Acquisition, comprising a lump sum payment, was arrived at on a willing buyer, willing seller basis, having taken into account the net book value of Chuangzhan stakes in Changsheng of RMB 1.4 million (approximately S\$0.3 million) and funded by internal resources.

Meantime, Changsheng has formed a new 26% joint venture company, Sino Singapore (Tianjin) Prefabrication, Co. Limited ("SSTP"), with another 3 PRC partners, namely 天津天房建材有限公司, 初元资产管理有限公司 and 天津长恒住工科技有限公司 with their respective shareholdings being 30%, 22% and 22%. The principal business of SSTP is prefabrication business in the PRC with a registered capital of RMB 100 million. Our investment share of RMB 26 million (approximately S\$5.5 million) will be funded by internal resources.

Both the Acquisition and the formation of SSTP are not expected to have any material impact on the net tangible assets or earnings per share of the Company for the financial year ending 31 December 2018.

None of the directors or controlling shareholder of the Company has any interest, direct or indirect, in the Acquisition and formation of SSTP.

BY ORDER OF THE BOARD
TIONG SENG HOLDINGS LIMITED

Pek Lian Guan
Executive Director and CEO

11 April 2018