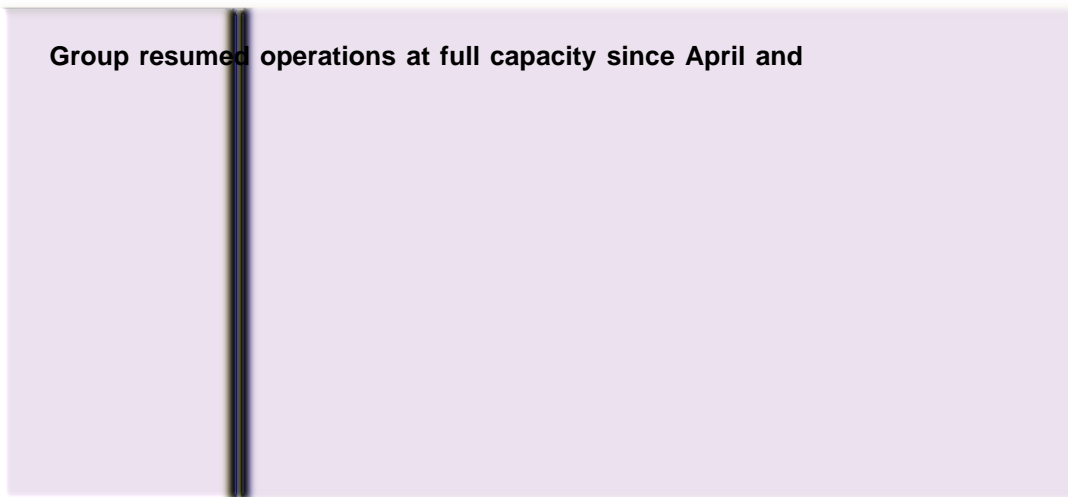


Yangzijiang Shipbuilding (Holdings) Ltd.
16 Raffles Quay #41-02
Hong Leong Building
Singapore 048581
(Co. Reg. No. 200517636Z)

MEDIA RELEASE FOR IMMEDIATE RELEASE

Yangzijiang reports RMB774 million in earnings for 2Q2020

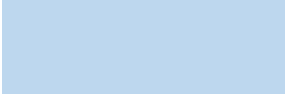


Group resumed operations at full capacity since April and

SINGAPORE 5 August 2020 Yangzijiang Shipbuilding (Holdings) Ltd. Yangzijiang the **Group** a globally-leading shipbuilding group based in China, and a Straits Times Index component company listed on the SGX Main Board, reported net profit attributable to shareholders of RMB774 million for the three months ended 30 June 2020 **2Q2020**

Financial Analysis

32% year-on- 4.8 billion in 2Q2020 primarily due to the lower revenue from trading business (RMB1.0 billion for 2Q2020 vs. RMB3.2 billion for 2Q2019 due to lower trading volume). Revenue from core shipbuilding was RMB3.0 billion for 2Q2020, compared to RMB3.1 billion for 2Q2019. 16 vessels were delivered in 2Q2020, compared to 18 vessels delivered in 2Q2019. Revenue from other shipbuilding businesses, which consist of shipping logistics & chartering and ship design services, was slightly higher at RMB180 million in 2Q2020 compared to RMB179 million for 2Q2019.



Group maintained a strong financial position with net cash as at 30 June 2020. Net asset value per share rose from RMB7.94 as at 31 December 2019 to RMB8.02 as at 30 June 2020.

REVIEW / OUTLOOK/ FUTURE PLANS

Since April 2020, operations have resumed to its full capacity, and it has fully made up for the lost time due to the temporary shutdown in February to early March. Vessel deliveries were on schedule, including several New Panamax dry bulkers completed and delivered by YAMIC. In July 2020, the Group delivered a 12,600TEU containership, the largest containership it has ever built in its history.

The COVID-19 pandemic has continued to spread around the world and grown in severity in many key economies in the past few months. This has weighed on the price of new vessels and charter rates, and the outlook for the shipbuilding industry. According to Clarksons Research, in 1H2020, a total of 314 new orders (17.6 million DWT) became effective globally, 62.7% lower (and 49.7% lower in DWT terms) compared to 1H2019. Global new shipbuilding orders for 1H2020 has declined to the lowest level since 1996 to 5.7 million CGT. Outstanding order book to fleet ratio also decreased further to 7.8% at the end of June 2020 compared to 9.4% at the beginning of 2020.

Despite the deteriorated market conditions, the Group's order book as at 30 June 2020 was more than double that of 1H2019. These new orders for the 15 vessels included two 14,000TEU dual-fuel containerships and two 690FEU LNG-tank carriers. As at 30 June 2020, the Group had an outstanding order book of USD2.6 billion for 62 vessels², and was ranked No. 2 in China and No. 7 in the world by outstanding orderbook³. The Group's production facilities at a healthy utilization rate till early 2022 and provide a stable revenue stream for at least the next 1.5 years.

With the hard work of all at Yangzijiang, we delivered all vessels on time in the second quarter, and our production was 15 days ahead of schedule for 1H2020. Our customer base has grown to include more Chinese shipowners, and our shipbuilding portfolio has become more diversified with an increased focus on dual-fuel vessels and LNG-related vessels. We remain financially strong with a

² Out of the 62 vessels in the order book, one 29,800DWT self-

net cash position, providing a vital condition for survival in an economic downturn.

In the seemingly darkest of times with weak sentiments and lack of visibility in the market, we will work closely with our customers to ensure successful deliveries and pull through the challenging period with them together. As the also an opportunity for it to change for the better in the process by developing and introducing more energy-efficient and environmental-friendly vessels. We remain committed to our long-term strategy of growing the capability in building these vessels for sustainable growth.

---- Mr. Ren Letian ()

*Executive Chairman and Chief Executive Officer
Yangzijiang Shipbuilding (Holdings) Ltd*

--The End

Company Profile

Established in 1956, Yangzijiang Shipbuilding (Holdings) Ltd.

SGX Mainboard since April 2007 and

ks.