



JINHUI SHIPPING AND TRANSPORTATION LIMITED

JIN – UPDATE ON THE TERMINATION OF AGREEMENT WITH MITSUBISHI CORPORATION

Reference is made to the announcement of Jinhui Shipping and Transportation Limited (the "Company") dated 19 September 2013 (the "Announcement"). Unless otherwise defined herein, terms used in this announcement shall have the same meanings as those defined in the Announcement.

Jinqing Marine Inc. ("Jinqing"), a wholly-owned subsidiary of the Company, had entered into a contract (the "Contract") with Mitsubishi Corporation (the "Vendor") on 14 December 2007 for the acquisition of a deadweight 58,100 metric tons type bulk carrier (the "Vessel") at a purchase price of JPY4,500,000,000. The Company further announced on 19 September 2013 that the acquisition of the Vessel was to be terminated.

Update on recent developments

The Vendor and Jinqing agreed to terminate the Contract, and the Vendor has refunded an amount of US\$24,000,000 to Jinqing on 17 March 2014. Jinqing and the Vendor mutually and amicably agreed to rescind the Contract.

The Directors believe that the financial position and operations of the Group will not be adversely affected by the termination of the Contract. The Company will make appropriate adjustments to its consolidated financial statements to reflect the refundment of short term receivables from the Vendor.

The Group's principal activities include international ship chartering and ship owning. The Group currently owns thirty six vessels which include two modern Post-Panamaxes, two modern Panamaxes, thirty modern grabs fitted Supramaxes, one Handymax and one Handysize.

By Order of the Board

Ng Kam Wah Thomas

Managing Director

17 March 2014