

FREIGHT LINKS EXPRESS HOLDINGS LIMITED
(Company Registration Number: 198600061G)

Change in Shareholding of Subsidiary in Jiangyin New Harbour City, China

Freight Links Express Holdings Limited (“the Company”) wishes to announce that its subsidiary, Freight Links (Jiangsu) Co., Ltd (“FL Jiangsu”) has increased its paid up capital from RMB8.0 million to RMB50.0 million. The shareholding in FL Jiangsu before and after the increase in the registered paid up capital is set out below:

	Before Change		Increase of Shareholding RMB'000	After Change	
	RMB'000	% of Shareholding		RMB'000	% of Shareholding
Jiangyin Haigang International Logistics Ltd	2,450	30.625%	23,050	25,500	51%
Freight Links Express Pte Ltd	5,550	69.375%	18,950	24,500	49%

Freight Links Express Pte Ltd (“Freight Links”) contributed RMB18.95 million in cash of the increased paid up capital resulting in its shareholding in FL Jiangsu reduced from 69.375% to 49%. However, there is no change in the composition of board of directors with Freight Links having the majority control of the board.

The rationale for the increase in paid up capital of FL Jiangsu was to widen the business scope to include ship owning and leasing. Currently, there is a restriction on the foreign ownership of China Shipping Companies where they are not allowed to hold more than 50%. With the opening up of the Jiangyin Port, there has been a marked increase in demand for feeder service of the containers to Shanghai Port. Shanghai is China’s busiest port and the world’s second-busiest container port behind Singapore. The key competitive advantage is the ability to offer a cheaper alternative to land transport to and from Yangshan Port.

The above transaction is not expected to have a material effect on the consolidated net tangible assets per share and earnings per share of the Company for the current financial year.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Thomas Woo
Executive Director & CFO
Singapore, 1 April 2008