

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

Update on Investment in Associate, Fudao Petrochemicals Group Pte Ltd

Freight Links Express Holdings Limited (the Company) wishes to advise that its associate Fudao Petrochemicals Group Pte Ltd (Fudao) has divested its remaining 49% interest in its associate, Rizhao Yuanfeng Asphalt Chemical Industry Co., Ltd (Yuanfeng Asphalt) on 11 March 2010 to Shandong Shi Da Science and Technology Group Co., Ltd (山东石大科技集团有限公司) (SSTG) for a cash consideration of RMB73.5 million. SSTG is owned by China University of Petroleum Holdings Ltd (中石大控股有限公司), a state-owned company wholly owned by China University of Petroleum (中国石油大学). The paid up capital of Yuanfeng Asphalt is RMB150.0 million. Following the sale, Fudao no longer has an equity interest in Yuanfeng Asphalt.

The Company has invested in convertible loans of RMB133.6 million in Fudao. Cash of approximately RMB129.5 million (inclusive 10% interest of RMB51.5 million) has been returned to the Company to-date. The balance outstanding loan of RMB55.6 million, with interests will be repaid over a period of three years, in accordance with the terms of repayment as agreed by all parties.

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 financial year ended 30 April 2010.

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, 14 June 2010