

ESTABLISHMENT OF AN ASSOCIATE COMPANY

The Board of Directors of Kim Eng Holdings Limited (the “Company”) is pleased to announce that ATR KimEng Capital Partners, Inc. (“ATRKE Capital”), a wholly-owned subsidiary of ATR KimEng Financial Corporation, the Company’s associate company in the Philippines which is listed on the Philippine Stock Exchange, has on 11 August 2009 entered into a shareholders’ agreement (“the shareholders’ agreement”) with Seagate Global Advisors, LLC, a California limited liability company, to establish a Cayman Islands exempted company to be named Seagate ATR KimEng Advisors Cayman, Ltd (“Seagate ATR”).

Pursuant to the shareholders agreement, ATRKE Capital will invest US\$175,000 in Seagate ATR comprising a 50% equity interest. Seagate ATR will engage in the business of general partner of investment funds.

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

Our Chairman and CEO, Mr Ronald Anthony Ooi Thean Yat and Mr Judd Clark Kinne, an alternate Director of the Company are also Directors of ATRKE Capital.

Save as disclosed, none of the directors or controlling shareholders of the Company has any interest, direct or indirect, in the above transaction save for their shareholdings in the Company.

BY ORDER OF THE BOARD
TAN CHEH IMM TERESA
ASSISTANT SECRETARY

DATE: 12 AUGUST 2009