

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

Update on Investment in Yongxing Coal Co., Ltd in Huaping County, Lijiang City, Yunnan Province, People's Republic Of China

We refer to our announcement dated 31 January 2011 regarding our investment in Yongxing Coal Co., Ltd ("**Yongxing**") pursuant to a investment agreement dated 28 January 2011 to invest up to RMB 90.0 million (approximately S\$17.6 million) in Yongxing by way of a convertible loan (**the "Convertible Loan"**).

The Board of Directors of the Freight Links Express Holdings Limited (**the "Company"**) wishes to announce that the Company has been issued with 7.2 million convertible preference shares of HK1.00 each (**Preference Shares**) in the capital of China Southwest Energy Corporation Limited in lieu of the Convertible Loan due to capital restructuring exercise of Yongxing.

China Southwest Energy Corporation Limited has set up a Wholly Foreign Owned Enterprise in the People's Republic of China (**WFOE**). WFOE has in turn acquired 100% of Yongxing.

China Southwest Energy Corporation Limited is a company incorporated in Hong Kong with an authorised capital of HK\$120.0 million divided into 100.0 million ordinary shares of HK\$1.00 each and 20.0 million convertible preference shares of HK\$1.00 each, of which 22.8 million ordinary shares and 7.2 million convertible preference shares have been issued and are fully paid up. Its principal business activity is investment holding.

The Company shall have the right to convert each of the Preference Share held by it into one ordinary share. The Company will be entitled to a board seat in Yongxing, China Southwest Energy Corporation Limited and WFOE.

All other terms and conditions of the investment shall remain the same.

By Order of the Board

Eric Khua
Executive Director & CEO
Singapore, 11 April 2011