



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

THIRD QUARTER FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 31 MARCH 2016

The Directors are pleased to announce the operating results of the Group and the Company for the period ended 31 March 2016.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Results for third quarter ("Q3") and nine months ("9M") ended 31 March 2016:

	Group			Group		
	Q3 2016	Q3 2015	Change	9M 2016	9M 2015	Change
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	117,702	98,218	20%	432,394	341,094	27%
Cost of sales	(91,346)	(83,780)	9%	(359,426)	(279,395)	29%
Gross profit	26,356	14,438	83%	72,968	61,699	18%
Gross profit margin	22%	15%		17%	18%	
Other operating income	1,348	1,738	(22%)	13,689	3,807	260%
Administrative expenses	(5,805)	(5,513)	5%	(21,514)	(20,343)	6%
Other operating expenses	(17,199)	(14,651)	17%	(47,131)	(43,842)	8%
Finance expenses	(226)	(252)	(10%)	(746)	(491)	52%
Share of results of associates	140	367	(62%)	182	1,016	(82%)
Profit/(loss) before taxation	4,614	(3,873)	NM	17,448	1,846	845%
Income tax expense/(credit)	(1,686)	280	NM	(3,773)	(746)	406%
Profit/(loss) after taxation	2,928	(3,593)	NM	13,675	1,100	1143%
Attributable to:						
Equity holders of the Company	3,099	(3,054)	NM	10,649	938	1035%
Non-controlling interests	(171)	(539)	(68%)	3,026	162	1768%
	2,928	(3,593)	NM	13,675	1,100	1143%
Other comprehensive income:						
<i>Items that may be reclassified subsequently to profit or loss:</i>						
Net change in fair value reserve	(3)	(4)	(25%)	(16)	(9)	78%
Net effect of exchange differences	(1,482)	1,489	NM	(1,503)	3,011	NM
Total other comprehensive income for the year, net of tax	(1,485)	1,485	NM	(1,519)	3,002	NM
Total comprehensive income for the year	1,443	(2,108)	NM	12,156	4,102	196%
Total comprehensive income attributable to:						
Equity holders of the Company	1,914	(1,853)	NM	9,670	3,345	189%
Non-controlling interests	(471)	(255)	85%	2,486	757	228%
	1,443	(2,108)	NM	12,156	4,102	196%

Denotes: NM – not meaningful



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

1(a)(ii) The income statement is arrived after crediting / (debiting) the following:-

	Group		Group	
	Q3 2016	Q3 2015	9M 2016	9M 2015
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation of land use rights	(8)	(7)	(20)	(17)
Amortisation of intangible assets	(37)	(37)	(112)	(112)
Depreciation of property, plant and equipment	(3,854)	(3,723)	(11,269)	(10,878)
Depreciation of investment property	(46)	(43)	(139)	(128)
Write back/(allowance) of trade receivables, net	3	-	(2,314)	934
Impairment of accrued income	6	-	(695)	-
Interest expense	(164)	(135)	(517)	(307)
Exchange (loss)/gain, net	(3,495)	(58)	(2,924)	83
(Loss)/gain on disposal of property, plant and equipment, net	(136)	286	3,920	340
Gain on disposal of assets held for sale	-	-	6,015	-
Interest income	271	51	833	277
Sundry income	270	331	782	795



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31 Mar 2016	30 Jun 2015	31 Mar 2016	30 Jun 2015
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	94,148	97,985	50,001	55,222
Investment property	7,743	7,956	–	–
Investment securities	19	35	19	35
Investment in subsidiaries	–	–	33,389	29,390
Investment in an associate	4,578	4,641	354	354
Intangible assets	1,975	2,087	142	167
Land use rights	711	750	–	–
Prepayments	2,534	2,534	2,534	2,534
Deferred tax assets	1,158	1,182	635	635
Amounts due from a subsidiary	–	–	11,896	12,540
	<u>112,866</u>	<u>117,170</u>	<u>98,970</u>	<u>100,877</u>
Current assets				
Assets held for sale	–	2,081	–	–
Contracts-in-progress (net of progress billings)	18,730	35,450	10,778	5,314
Accrued income	20,488	24,995	12,248	17,614
Inventories	627	726	–	–
Trade receivables	76,000	97,299	45,595	48,927
Other receivables and deposits	17,846	10,945	1,802	2,397
Prepayments	2,071	2,775	638	599
Amounts due from subsidiaries	–	–	7,711	11,072
Bank deposits pledged	348	348	–	–
Cash and short term deposits	137,171	113,827	31,601	47,515
	<u>273,281</u>	<u>288,446</u>	<u>110,373</u>	<u>133,438</u>
Total Assets	<u>386,147</u>	<u>405,616</u>	<u>209,343</u>	<u>234,315</u>
EQUITIES AND LIABILITIES				
Current liabilities				
Progress billings in excess of costs	55,629	45,091	1,300	961
Trade payables	25,455	39,567	11,193	19,031
Other payables and accruals	48,433	67,251	19,228	26,477
Provisions	2,720	2,796	1,493	1,756
Loans and borrowings	12,239	16,787	25	24
Income tax payable	2,949	1,108	522	696
	<u>147,425</u>	<u>172,600</u>	<u>33,761</u>	<u>48,945</u>
Net current assets	<u>125,856</u>	<u>115,846</u>	<u>76,612</u>	<u>84,493</u>
Non-current liabilities				
Provisions	1,363	1,363	1,238	1,238
Loans and borrowings	9,690	12,027	72	91
Deferred tax liabilities	1,251	1,264	–	–
	<u>12,304</u>	<u>14,654</u>	<u>1,310</u>	<u>1,329</u>
Total Liabilities	<u>159,729</u>	<u>187,254</u>	<u>35,071</u>	<u>50,274</u>
Net assets	<u>226,418</u>	<u>218,362</u>	<u>174,272</u>	<u>184,041</u>
Equity attributable to equity holders of the Company				
Share capital	58,481	58,481	58,481	58,481
Treasury shares	(822)	–	(822)	–
Statutory reserve	1,085	1,085	–	–
Fair value reserve	1	17	1	17
Retained earnings	155,324	147,218	116,612	125,543
Premium paid on acquisition of non-controlling interests	(2,189)	(2,764)	–	–
Foreign currency translation reserve	28	991	–	–
	<u>211,908</u>	<u>205,028</u>	<u>174,272</u>	<u>184,041</u>
Non-controlling interests	14,510	13,334	–	–
Total Equity	<u>226,418</u>	<u>218,362</u>	<u>174,272</u>	<u>184,041</u>
Total equity and liabilities	<u>386,147</u>	<u>405,616</u>	<u>209,343</u>	<u>234,315</u>



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

1(b)(ii) Aggregate amount of Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31 Mar 2016		As at 30 June 2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
12,239	–	16,787	–

Amount repayable after one year

As at 31 Mar 2016		As at 30 June 2015	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
9,690	–	12,027	–

Detail of any collateral

The Group's borrowings were secured over corporate guarantee and property, plant and equipment.



PEC LTD.

21 Shipyard Road, Singapore 628144
 Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
 Co. Reg. No: 198200079M

1(c) A statement of cash flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	9M 2016 S\$'000	9M 2015 S\$'000
Cash flows from operating activities		
Profit before taxation	17,448	1,846
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	11,269	10,878
Depreciation of investment property	139	128
Gain on disposal of property, plant and equipment	(3,920)	(340)
Gain on disposal of asset held for sale	(6,015)	-
Allowance/(write back) of trade receivables, net	2,314	(934)
Gain on disposal of intangible asset	-	1
Impairment of accrued income	695	-
Provision, net	206	(174)
Currency realignment	(289)	1,796
Amortisation of land use rights	20	17
Amortisation of intangible assets	112	112
Share of results of associates	(182)	(1,016)
Interest income	(833)	(277)
Interest expense	517	307
Operating cash flows before working capital changes	21,481	12,344
Decrease in contracts-in-progress	27,258	785
Decrease in accrued income	3,812	-
Decrease in inventories	99	88
Decrease/(increase) in trade and other receivables, and prepayments	12,788	(9,281)
(Decrease)/increase in trade and other payables and accruals, and provision	(33,212)	2,436
Cash flows generated from operations	32,226	6,372
Tax paid	(1,921)	(1,819)
Interest paid	(517)	(307)
Interest received	833	277
Net cash flows generated from operating activities	30,621	4,523
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment and investment property	5,238	1,152
Proceeds from disposal of intangible assets	-	3
Proceeds from disposal of asset held for sale	8,097	-
Dividend income from associate	245	245
Acquisition of land use rights	-	(43)
Advance payment to purchase property, plant and equipment	-	(8,492)
Purchase of property, plant and equipment	(5,636)	(6,769)
Net cash flows generated from/(used in) investing activities	7,944	(13,904)
Cash flows from financing activities		
Repayment of borrowings	(9,893)	(461)
Proceeds from borrowings	22	12,232
Cash outflow on acquisition of non-controlling interest	(1,406)	-
Purchase of treasury shares	(822)	-
Dividends paid on ordinary shares	(2,543)	(5,103)
Net cash flows (used in)/generated from financing activities	(14,642)	6,668
Net increase/(decrease) in cash and cash equivalents	23,923	(2,713)
Effect of exchange rate changes on cash and cash equivalents	(739)	126
Cash and cash equivalents at beginning of the period	113,007	82,203
Cash and cash equivalents at end of the period	136,191	79,616



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

1(d)(i) A statement (for the issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP

----- Attributable to owners of the Company -----

	Share Capital	Treasury shares	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non-controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non-controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2015	58,481	-	1,085	147,218	17	(2,764)	991	205,028	13,334	218,362
Additional investment by non-controlling interest	-	-	-	-	-	-	-	-	672	672
Purchase of treasury shares	-	(374)	-	-	-	-	-	(374)	-	(374)
Total comprehensive income	-	-	-	3,044	(2)	-	964	4,006	375	4,381
At 30 September 2015	58,481	(374)	1,085	150,262	15	(2,764)	1,955	208,660	14,381	223,041
Total comprehensive income	-	-	-	4,506	(11)	-	(745)	3,750	2,582	6,332
Acquisition of non-controlling interest	-	-	-	-	-	575	-	575	(1,982)	(1,407)
Purchase of treasury shares	-	(168)	-	-	-	-	-	(168)	-	(168)
Dividends on ordinary shares	-	-	-	(2,543)	-	-	-	(2,543)	-	(2,543)
At 31 December 2015	58,481	(542)	1,085	152,225	4	(2,189)	1,210	210,274	14,981	225,255
Total comprehensive income	-	-	-	3,099	(3)	-	(1,182)	1,914	(471)	1,443
Purchase of treasury shares	-	(280)	-	-	-	-	-	(280)	-	(280)
At 31 March 2016	58,481	(822)	1,085	155,324	1	(2,189)	28	211,908	14,510	226,418

GROUP

----- Attributable to owners of the Company -----

	Share Capital	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non-controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non-controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2014	58,481	1,085	159,206	26	(2,764)	(1,156)	214,878	11,376	226,254
Total comprehensive income	-	-	2,063	2	-	259	2,324	436	2,760
At 30 September 2014	58,481	1,085	161,269	28	(2,764)	(897)	217,202	11,812	229,014
Total comprehensive income	-	-	1,929	(7)	-	953	2,875	577	3,452
Dividends on ordinary shares	-	-	(5,103)	-	-	-	(5,103)	-	(5,103)
At 31 December 2014	58,481	1,085	158,095	21	(2,764)	56	214,974	12,389	227,363
Total comprehensive income	-	-	(3,054)	(4)	-	1,205	(1,853)	(255)	(2,108)
At 31 March 2015	58,481	1,085	155,041	17	(2,764)	1,261	213,121	12,134	225,255



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

COMPANY	Share Capital	Treasury shares	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2015	58,481	-	125,543	17	184,041
Total comprehensive income	-	-	(3,592)	(2)	(3,594)
Purchase of treasury shares	-	(374)	-	-	(374)
At 30 September 2015	58,481	(374)	121,951	15	180,073
Total comprehensive income	-	-	(1,125)	(11)	(1,136)
Purchase of treasury shares	-	(168)	-	-	(168)
Dividends on ordinary shares	-	-	(2,542)	-	(2,542)
At 31 December 2015	58,481	(542)	118,284	4	176,227
Total comprehensive income	-	-	(1,672)	(3)	(1,675)
Purchase of treasury shares	-	(280)	-	-	(280)
At 31 March 2016	58,481	(822)	116,612	1	174,272

COMPANY	Share Capital	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2014	58,481	144,250	26	202,757
Total comprehensive income	-	2,758	2	2,760
At 30 September 2014	58,481	147,008	28	205,517
Total comprehensive income	-	(13)	(7)	(20)
Dividends on ordinary shares	-	(5,103)	-	(5,103)
At 31 December 2014	58,481	141,892	21	200,394
Total comprehensive income	-	(2,475)	(4)	(2,479)
At 31 March 2015	58,481	139,417	17	197,915

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasure shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Issued and fully paid ordinary shares:	Number of Shares	
	As at 31 Mar 2016	As at 31 Mar 2015
As at beginning of period	255,157,000	255,157,000
Purchase of treasury shares	(2,031,400)	-
As at end of period	<u>253,125,600</u>	<u>255,157,000</u>



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.

	As at 31 Mar 2016	As at 30 June 2015
Total number of issued shares excluding treasury shares	253,125,600	255,157,000

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at end of the current financial period report on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as of 30 June 2015.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

None.

6. Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group		Group	
	Q3 2016	Q3 2015	9M 2016	9M 2015
Earnings per ordinary share of the Group for the year after deducting any provision for preference dividends (in cents):-				
a) Based on weighted average number of ordinary shares on issue; and	1.2	-1.2	4.2	0.4
b) On fully diluted basis	1.2	-1.2	4.2	0.4

The above computation for Q3 2016 and Q3 2015 was based on 253,943,424 and 255,157,000 shares respectively.



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

7. **Net asset value (for the issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	31 Mar 2016	30 Jun 2015	31 Mar 2016	30 Jun 2015
Net asset value per ordinary share based on issued shares at the end of the respective periods (in cents)	83.7	80.4	68.8	72.1
No. of shares in computing NAV ('000)	253,126	255,157	253,126	255,157

8. **A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:**
(a) any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
(b) any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.

Financial performance review Q3 and 9M 2015-16

Revenue

The Group's revenue increased by 27% from S\$341.1 million in 9M FY2015 to S\$432.4 million in 9M FY2016. This was mainly due to an increase in revenue from overseas project works. The increase was partially offset by a decrease in revenue from maintenance services.

Cost of sales

As revenue increased, the Group's cost of sales increased by 29% from S\$279.4 million in 9M FY2015 to S\$359.4 million in 9M FY2016. The increase was mainly due to subcontractors charges and materials purchase for project works.

Gross profit and gross profit margin

The Group's gross profit increased by S\$11.3 million from S\$61.7 million in 9M FY2015 to S\$73.0 million in 9M FY2016, due mainly to the recognition of variation orders in Q3 FY2016.

Other operating income

Other operating income increased by S\$9.9 million from S\$3.8 million in 9M FY2015 to S\$13.7 million in 9M FY2016. This was mainly due to gain on disposal of properties and assets held for sale in 9M FY2016.

Administrative expenses

Administrative expenses increased by S\$1.2 million from S\$20.3 million in 9M FY2015 to S\$21.5 million in 9M FY2016, This was mainly due to accrual of incentive bonus in 9M FY2016.



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

Other operating expenses

Other operating expenses increased by S\$3.3 million from S\$43.8 million in 9M FY2015 to S\$47.1 million in 9M FY2016. The increase was mainly due to allowance on doubtful debts and loss on currency exchange. The increase was partially offset by a decrease in expenses on accommodation, employee welfare, recruitment and personal protective equipment.

Finance expenses

Finance expenses increased by S\$ 0.2 million from S\$ 0.5 million in 9M FY2015 to S\$ 0.7 million in 9M FY2016. This was mainly due to an increase in bank charges and interest on loans.

Share of results of associates

Share of result of associates decreased by S\$0.8 million from S\$1.0 million in 9M FY2015 to S\$0.2 million in 9M FY2016, due mainly to fewer projects undertaken by the associates.

Taxation

The effective tax rate decreased from 40.4% in 9M FY2015 to 21.6% in 9M FY2016. The decrease was mainly attributable to capital gain on disposal of properties and a higher proportion of profit from overseas projects located in a tax free zone.



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

Balance Sheet Review

The Group's non-current assets decreased by S\$4.3 million to S\$112.9 million in 9M FY2016. This was mainly due to a decrease in property, plant and equipment.

The Group's current assets decreased by S\$15.2 million to S\$273.3 million in 9M FY2016. This was mainly due to a decrease in contracts in progress, accrued income and trade receivables as a result of improvement in billings and collection following completion of some project works. The decrease was offset by an increase in cash and short term deposits as well as other receivables and deposit. The increase in other receivables and deposits was mainly related to advance payment to subcontractors and suppliers for the project works and asset purchase.

The Group's current liabilities decreased by S\$25.2 million to S\$147.4 million in 9M FY2016. This was mainly due to decrease in trade payables, other payables and accruals, loan and borrowings. The increase was offset by an increase in progress billings in excess of costs arising from advance payment received from client.

The Group's non-current liabilities decreased by S\$2.3 million to S\$12.3 million in 9M FY2016. This was mainly due to partial loan repayment to the banks.

Cash Flow Review

Net cash generated from operating activities for the Group in 9M FY2016 was S\$30.6 million after deduction of income tax payment of S\$1.9 million.

Net cash generated from investing activities for the Group in 9M FY2016 was S\$7.9 million. This was mainly attributable to proceeds from disposal of property and assets held for sale, which was partially offset by investment in property, purchase of construction equipment, motor vehicles and office equipment to support the business operation.

The Group had used S\$14.6 million in financing activities in 9M FY2016 which was mainly due to the acquisition of additional shares in our Malaysian subsidiary, loan repayment and dividends payment to shareholders.

As a result of the above, there was an increase in cash and cash equivalents of S\$23.9 million to S\$136.2 million in 9M FY2016.



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not Applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

While market conditions in the process industry remain challenging, especially in Singapore, and competition is as keen as ever, the Group continues to seek opportunities in new and existing overseas markets, including India and Myanmar. We are cautious about our prospects and cost management efforts are ongoing.

As at 31 March 2016, the Group's orderbook stood at S\$206.8 million, excluding maintenance contracts.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

NIL.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

NIL.

(c) Date payable

Not applicable.

(d) Books closure date

Not Applicable.

12. If no dividend has been declared/recommended, a statement to that effect.

No interim dividend has been declared/recommended.

13. Interested person transaction

No general mandate has been obtained from shareholders for interested person transaction.

14. Confirmation pursuant to Rule 705 (5) of the Listing Rules

The Directors of the Company confirm that, to the best of their knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the third quarter financial results to be false or misleading in any material aspect.



PEC LTD.

21 Shipyard Road, Singapore 628144
Tel: 6268 9788 Fax: 6268 9488 www.peceng.com
Co. Reg. No: 198200079M

15. Confirmation under Rule 720 (1) of the Listing Rules

The Company has procured an undertaking from all its directors and executive officers (in the format set out in Appendix 7.7) as required under Rule 720(1).

BY ORDER OF THE BOARD

Edna Ko Poh Thim
Executive Chairman

10th May 2016