SINO CONSTRUCTION LIMITED

中华建筑有限公司

(Incorporated in the Republic of Singapore)
(Company Registration No. 200613299H)

Construction of First Micro Power Plant – Update

The Board of Directors ("**Board**") of Sino Construction Limited (the "**Company**" and together with its subsidiaries, the "**Group**") wishes to announce that Magnum Modular Power Generation Pte Ltd ("**MMPGPL**"), a joint venture subsidiary with Primeforth Renewable Energy Limited ("**PREL**")(previously Primeforth Special Situation Fund Limited), registered in Singapore, has finalised construction of its first Micro Power Plant ("**MPP**") in South Korea. The Company has received confirmation from PREL that construction of the first MPP, named "KOREA MPP ONE", has been completed.

MMPGPL is targeting turnkey operation of the first MPP in April 2015, as previously announced. MMPGPL is awaiting final inspection and certification from the Korea Power Exchange ("**KPX**"). While awaiting a KPX Inspector for KOREA MPP ONE, MMPGPL will proceed to test stringent operational and safety standards; preparing for immediate execution after certification.



18 April 2015 – MPP ONE (Pohang)

The Company is engaged in a multi-year execution programme to rollout a number of MPP requiring renewable fuel feedstock. Important progress has been made with this programme, with a second location already secured in the City of Pohang, with licensing pending normal approval processes.

The South Korean MPP programme remains important to the Company's cashflow strategy, allowing the potential opportunity to divest from under-performing assets, such as Elite Bay Sdn Bhd, which is currently under internal review.

The Company has recently commenced a full restructure of operations, with an emphasis on profitability. A review of all business expenses and liabilities, plus taxes (such as South Korean Corporation Tax and VAT) is currently reaching completion. The Company plans to use part of the profits derived from the South Korean MPP programme to expand the MPP business further, increase asset ownership and implement a long term dividend programme.

By Order of the Board

Drew Ethan Madacsi
Executive Director
20 April 2015