

PRESS RELEASE – FOR IMMEDIATE RELEASE

Swee Hong posts profitable results with 1QFY2018 net earnings of S\$0.4 million.

- 1QFY2018 revenue up 14% to S\$14.2 million compared to 1QFY2017 mainly due to increase in the progress of the ER382 project.
- 1QFY2018 gross profit decreased to S\$1.2 million compared to 1QFY2017 mainly due to one-off write-back of project costs provision on Nee Soon tunnelling project in 1QFY2017.
- 1QFY2018 other gains - net decreased to S\$0.02 million compared to S\$22.4 million in 1QFY2017 mainly due to one-off scheme creditors write-off in 1Q2017.
- Net Tangible Assets increased to S\$9.3 million as at 30 September 2017 as compared to S\$8.9 million as at 30 June 2017.
- Group's unfulfilled order book of S\$34.0 million provides a steady stream of revenue. The Management and Board are working aggressively to secure new projects to strengthen the order book.

Singapore; 14 November 2017 - Swee Hong Ltd (QF6.SI) ("SWEE HONG" or the "Company") announced its financial results for the first quarter ended 30 September 2017.

Consolidated Financial Highlights:

- Revenue for 1QFY2018 was S\$14.2 million compared to S\$12.5 million in 1QFY2017.
- Gross profit for 1QFY2018 was S\$1.2 million compared to S\$3.9 million in 1QFY2017.
- Other gains - net for 1QFY2018 was S\$0.02 million compared to S\$22.4 million in 1QFY2017.
- Net profit for 1QFY2018 was S\$0.4 million compared to S\$25.3 million in 1QFY2017.

The Company continued to enjoy increase in revenue mainly due to increase in the progress of the on-going projects, particularly the ER382 project – construction of new road between MacRitchie Viaduct and Adam Flyover.

Revenue increased by S\$1.7 million from S\$12.5 million in 1QFY2017 to S\$14.2 million in 1QFY2018 mainly due to increase in the progress of the ER382 project.

Gross profit decreased by S\$2.7 million from S\$3.9 million in 1QFY2017 to S\$1.2 million in 1QFY2018 mainly due to one-off write-back of project costs provision on Nee Soon tunnelling project in 1QFY2017.

Other gains - net decreased by S\$22.4 million from S\$22.4 million in 1QFY2017 to S\$0.02 million in 1QFY2018 mainly due to one-off scheme creditors write-off in 1QFY2017.

The Company has an order book position which stands at S\$34.0 million as at 30 September 2017.

Continuing Progress

The Company under the guidance of the new management team is continuing to steer the business forward.

After successfully closing the Scheme Arrangement and improvement in execution capabilities for the projects, the Group has started tendering and is hopeful of being awarded new projects in near future.

The Group has tendered for 4 new projects in the past 5 months and is waiting for the results of the tenders as at the date of this press release.

The Company's Executive Director, Mr Anil Agrawal said, "After successfully closing the scheme and with the continuing progress made during the current financial year, the management and Board are working aggressively to secure new projects to strengthen the order book and improve the performance of Company."

For Further Information

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About Swee Hong

Founded in 1962, Swee Hong has more than 43 years of experience in the civil engineering industry.

Swee Hong provides a wide range of civil engineering works such as road and drain construction, road maintenance, sewerage rehabilitation, soil improvement, excavation, laying of water pipes and other infrastructural works. Since 2007, Swee Hong has been awarded with several award-winning iconic projects such as the Gardens by the Bay. Over the years, the Group has completed other notable civil engineering projects such as the Changi Ferry Terminal project, Alexandra Canal project, Tuas View Extension project and Seletar Aero Drive project.