



MUN SIONG ENGINEERING LIMITED

(Incorporated in the Republic of Singapore)

(Company registration number: 196900250M)

News Release

MUN SIONG ENGINEERING ACHIEVED \$3.5 MILLION PROFIT BEFORE TAX FOR FY2013

Singapore, 20th February 2014 - Mainboard listed Mun Siong Engineering Limited (“Mun Siong”) and its subsidiaries (“Group”), a leading term resident maintenance service provider to the process industry in Singapore, reported a net profit before tax of S\$3.5 million with higher revenue achieved for the financial year ended 31st December 2013 (“FY2013”) as compared to FY2012. The Group has also proposed a tax-exempt (one tier) final dividend of 0.15 cents per share and a tax-exempt (one tier) special dividend of 0.09 cents per share in respect of FY2013.

For FY2013, the Group has generated record revenue of S\$81.8 million, representing an increase of 12.0% as compared against FY2012. The Group has made a respectable improvement of 42.2% to S\$9.5 million on its gross profit in FY2013. The improvement was mainly due to the stringent project cost control management. Streamlining the work force in the midst of increasing direct labour cost has also contributed to the 4QFY2013 improvement.

With the Group’s prudent financial policy, ending 31st December 2013, the balance sheet recorded healthy cash and cash equivalent of S\$17.2 million, an increase of 38.4% as compared to previous financial year.

Commenting on the results, the Executive Chairman of the Group, Ms. Cheng Woei Fen is pleased that the Group has achieved a profit before tax of S\$3.5 million under an eventful financial year with pressure on competition, direct cost increase and restructuring of the Group’s management.

Moving forward, with the increasing competition in the market and talent attraction and retention issues coupled with direct manpower constraints; the Group’s management will exercise stringent cost management and control; at the same time will continue to strive to widen its customer base as well as its service portfolio to provide our customers with value



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added integrated solutions. The Group's management will continue to be selective in its bid for new projects.

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About Mun Siong Engineering Limited

Mun Siong Engineering Limited is an integrated mechanical engineering, electrical and instrumentation service provider for the process industries. With a wide range of highly efficient specialised in-house services, the Group is able to provide comprehensive integrated solutions to its customers, which include petroleum majors, petrochemical companies and multi-national engineering, procurement and construction ("EPC") contractors.

Mun Siong Engineering Limited is one of the winner of the WSH Performance (Silver) and (SHARP) Award 2011. It is also honoured as a Singapore 1000 company (Public Listed companies 2013) by DP Information Group Singapore. Its Specialised Services Department has been awarded a Silver Award in the WSH Innovation Awards 2012 jointly organised by ASPRI and WSH Council. The award is given out by the organisers in recognition of companies for their commitment and efforts in eliminating or controlling workplace safety and health hazard, as well as innovative solutions which improve safety and health outcomes.
