SINO CONSTRUCTION LIMITED

中华建筑有限公司

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

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**SUBSCRIPTION OF 262,000,000 NEW ORDINARY SHARES AT THE ISSUE PRICE OF S$0.0248 PER SHARE – FURTHER INFORMATION**

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*Unless otherwise defined in this announcement (this "**Announcement**"), all capitalised terms shall have the meanings given in the earlier announcement dated 30 March 2015 relating to the proposed Subscription.*

**1. Introduction**

The board of directors (the "**Board**" and "**Directors**" respectively) of Sino Construction Limited (the "**Company**") refers to the announcement dated 30 March 2015 relating to the proposed issue of (the "**Proposed Subscription**") of 262,000,000 Subscription Shares to the Subscribers (the "**Previous Announcement**").

The Board wishes to provide shareholders of the Company further information on the Proposed Subscription.

**2. The Subscribers**

Lim Swee Yean, Lee Bu Hua and Wong Meng Choo are Malaysian nationals, while Levin Lee Keng is a Singaporean. The Subscribers are private individual investors, and are investing in the Company independently of each other.

Lee Bu Hua and Lim Swee Yean were introduced to the Company by Mak Hon Hum, the general manager of the Company's wholly owned subsidiary, SC Building and Construction Pte Ltd. Wong Meng Choo was introduced to the Company by Gerard Chong, the Company's independent non-executive director. Levin Lee Keng Weng is an existing shareholder of the Company and had previously expressed an interest in increasing his investments in the Company.

The Company decided to enter the Proposed Subscription with the Subscribers as they were able to provide immediate funding, which would enable the Company to implement its rollout plan for the micro power plants in South Korea.

None of the Subscribers have any connections (including any business relationship) with the Company, the Directors or substantial shareholders of the Company. No Subscription agent was involved in the Proposed Subscription and accordingly, no commission or Subscription fees are payable by the Company in respect of the Proposed Subscription. Gerard Chong and Mak Hon Hum will not receive any introduction fees in respect of the introductions.

The Subscribers will subscribe for the Subscription Shares in the following manner:

| Name | No. of Subscription Shares | Percentage of the total Subscription Shares | Percentage of enlarged share capital |
|---|---|---|---|
| Lim Swee Yean | 50,000,000 | 19.08% | 3.17% |
| Lee Bu Hua | 75,000,000 | 28.63% | 4.75% |
| Levin Lee Keng Weng | 60,000,000 | 22.90% | 3.80% |
| Wong Meng Choo | 77,000,000 | 29.39% | 4.88% |

**3. Rationale and Use of Proceeds**

As disclosed in the Previous Announcement, the Company's first Micro Power Plant is still on track to be operational in April 2015, with new generators having arrived in Korea. The proceeds will be used to shore up the current financial position of the Company, allow the implementation of personnel strategy and advance further construction of more micro power plants in South Korea.

As stated in the Previous Announcement, the Proposed Subscription will raise gross proceeds of S$6,497,600. After deducting estimated expenses of approximately S$60,000, the net proceeds of S$6,437,600 will be used for the following purposes:

| Use of Proceeds | Percentage Allocation (%) |
|---|---|
| Funding further construction of more micro power plants | Approximately 25% to 40% |
| Implementation of personnel strategy | Approximately 15% to 25% |
| General working capital | Approximately 35% to 60% |

**By Order of the Board**

Drew Ethan Madacsi
Executive Director
13 April 2015