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FOR IMMEDIATE RELEASE

Advanced announces 12.9% increase in revenue to \$\$22.7 million in 1Q2016

- Gross profit increased by 29.6%
- Strong cash reserve of \$\$36.4 million
- Healthy order book of \$\$66 million

(in S\$'m)	1Q2016	1Q2015	Change (%) 1
From Continuing Operations			
Revenue	22.7	20.1	12.9
Gross profit	6.0	4.6	29.6
Gross profit margin (%) ¹	26.3	22.9	3.4 pts
Loss for the period	(0.6)	(0.3)	NM
EPS (cents) ²	(0.42)	(0.37)	NM
From Continuing and Discontinued Operations			
Net (Loss)/profit attributable to owners of the	(0.4)	0.1	NM
Company			
EPS (cents) ²	(0.42)	0.12	NM

¹ Any discrepancies in the percentages are due to rounding

SINGAPORE – 12 May 2016 – Advanced Holdings Ltd. ("Advanced" or "Group"), a global supplier of proprietary process equipment, clean energy solutions and related technologies, today announced a 12.9% rise in revenue of S\$22.7 million for the three months ended 31 March 2016 ("1Q2016"). This is in comparison to revenue of S\$20.1 million for the same period last year ("1Q2015"). Improved sales from the Petrochemicals and Chemicals segment were a big contributor to the improved top line.

Revenue from Oil and Gas decreased 12.9% to \$\$4.9 million, down from \$\$5.6 million in 1Q2015. This is to be expected given the belt tightening measures being taken by many companies in the Oil and Gas industry, resulting in fewer projects being approved. In contrast, Petrochemicals and

² EPS is based on the weighted average number of 101,268,367 ordinary shares (31 March 2015: 101,268,367 (restated))

Chemicals showed improved performance bringing in \$\$15.4 million in revenue, an increase of 15.8% on the \$\$13.3 million from the same quarter last year.

Gross profit margin improved 3.4 percentage points from 22.9% in 1Q2015 to 26.3% this quarter. This improvement was aided by Advanced's continued efforts to manage operating expenses. In tandem with the better margins, gross profit improved to \$\$6.0 million from \$\$4.6 million in 1Q2015.

Despite the improved top line and profit margin the Group made a loss of \$\$0.6 million in 1Q2016, compared to a loss of \$\$0.3 million in 1Q2015. In large part this can be attributed to the depreciation of the US dollar which lead to unrealised foreign exchange loss of \$\$1.8 million.

Net asset value per share was 70.2 cents, slightly down as compared to 71.39 cents as at 31 December 2015. The Group's financial position as at 31 March 2016 remained strong with cash reserves of \$\$36.4 million.

Outlook

The Group is making progress with its joint venture in the Middle East, with plans to open up manufacturing facilities on the horizon. In addition, our German subsidiary will be acquiring larger manufacturing facilities.

The Group will maintain its cautious outlook for 2016. While oil prices have strengthened recently, there is still skepticism in the market as to the sustainability of this rally. The economic landscape is also fraught with obstacles, not the least of which being subdued global growth and foreign exchange rate volatility. With such factors in mind the Group will remain prudent with managing costs and working capital, while still exploring worthwhile investment opportunities that synergize with our long term goals.

Appendix A: Revenue breakdown by segment from continuing operations

Revenue by Industry (S\$'m)	1Q2016	1Q2015	% Chg ¹
Petrochemicals & Chemicals	15.4	13.3	15.8
Oil & Gas	4.9	5.6	(12.9)
Iron & Steel	0.1	0.5	(85.1)
Others	2.3	0.7	238.7
Revenue by Geography (S\$'m)	1Q2016	1Q2015	% Chg ¹
China	9.6	11.1	(13.3)
Singapore	3.2	2.7	18.1
Vietnam	2.5	1.6	52.6
Other Asian Countries	3.0	0.6	435.1
Middle East	0.2	1.7	(87.6)
Europe	3.3	0.8	298.2
USA	0.8	1.1	(23.7)
Others	0.1	0.5	(86.0)

¹ Any discrepancies in the percentages are due to rounding

About Advanced Holdings Ltd.

Founded in 1993, SGX Mainboard-listed Advanced is a specialist company primarily focused on the design and supply of **Process Equipment and Technologies** to the **Oil & Gas** and **Petrochemicals & Chemicals** industries; the design and supply of **Clean Energy** and the provision of **Environmental Technologies**. Advanced is an established global company with rapidly growing presence across countries spanning Asia, Europe, the Middle East and the USA.