



MUN SIONG ENGINEERING LIMITED

(Incorporated in the Republic of Singapore)

(Company registration No. 196900250M)

35 Tuas Road, Jurong Town,

Singapore 638496

Tel: +65-64116570

Fax: +65-68620218

NEWS RELEASE

MUN SIONG ENGINEERING DELIVERED STRONG CASH FLOW AND ACHIEVED \$4.5 MILLION
PROFIT BEFORE TAX FOR FY2015

Singapore, 19th February 2016 - Mainboard listed Mun Siong Engineering Limited (“Mun Siong”) and its subsidiaries (“Group”), a turnkey solution provider to the process industry in Singapore, reported a net profit before tax of approximately \$4.5 million for the full year ended 31 December 2015, a decrease of approximately 15.4% as compared to \$5.3 million for the previous corresponding year.

With the concerns over economic growth, coupled with buoyant global oil production and a sustained period of low oil prices; some are sceptical about whether oil demand will warrant sufficient momentum for major investment projects to kick off. In the face of such uncertainty, it was important for the Group to drive short-term performance while ensuring we made the right decisions to deliver our long-term goals to continue seeking opportunities to expand our customers’ base and to improve our work productivity.

For the financial year ending 31st December 2015, we delivered strong cash flow for the year with S\$24.8 million, an improvement of 59.6% over the corresponding prior year. Our strong balance sheet allows us to continue to look for opportunities to acquire new machines and equipment to mechanise and improve the work methods to ensure a safer and more productive working environment.

The Executive Chairlady of the Group, Ms. Cheng Woei Fen is pleased with the Group’s performance under the challenging environment to achieve consolidated revenue of approximately \$76.2 million for financial year 2015.

Continuing to reward shareholders, the Company is proposing a total cash dividend payment of 0.35 cents per share tax-exempt (one-tier) comprising a final dividend of 0.15 cents and a special dividend of 0.20 cents per share for approval at the forthcoming annual general meeting. The estimated payout (assuming all outstanding warrants are duly exercised by the books closure date) is approximately \$2.0 million, equivalent to 44.6% of the Group's profit after tax. This translates to a dividend yield of 6.4% based on the last traded share price of 5.5 cents on 15th February 2016.

The Group will continue working jointly with business partners on government supported initiatives to improve on productivity, skill training and effectively utilization of the manpower to control rising operating cost and keen competition in the market.

***** End of Release*****

About Mun Siong Engineering Limited (SGX Stock Code: MF6, Bloomberg: MSE: SP, Reuters: MSEL.SI)

Mun Siong Engineering Limited (文祥机械工程公司) a well-diversified group of companies with its core business in providing plant services and turnkey projects in piping and steel structure fabrication, static and rotating mechanical equipment detailed engineering and supply; electrical and instrumentation services and scaffolding works for process plants and modules for the oil, gas, petrochemicals, energy, chemicals and power industries.

The Mun Siong Group offers a range of products and services. Under the subsidiary, Wing Wah Industrial Services, we distribute, service and package pump skids like Edwards Vacuum Pumps, Weir Minerals- Floway pumps; Weir Gabbioneta pumps; Hughes pumps; Ampco Pumps and STB seals. As an integrated service provider, Mun Siong Group is also able to provide design and engineering solutions and the ability to deliver superior quality products and services to its customers.

In 2014, Mun Siong Group has won one WSH Performance Awards (Silver); a WSH Award for Supervisors as well as a Silver award in WSH Innovation Award 2014. 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.

For more information and media enquiries, please contact:

Ms. Phoebe Choo at choo.mc.phoebe@mun-siong.com

Tel: +65-64116-6570 (Ext 644)