
PROFIT GUIDANCE FOR THE HALF YEAR ENDED 30 JUNE 2018

The board of directors (the “**Board**”) of Heatec Jietong Holdings Ltd (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that, following a preliminary review of the Group’s unaudited consolidated financial results for the half year ended 30 June 2018 (“**1H2018**”), the Group expects to report a net loss for 1H2018.

This was mainly attributable to the following:

- (a) a substantial loss from a major project in the Heat Exchanger segment;
- (b) impairment of trade receivables due to lower settlement rates and delayed collections on projects with certain of the Group’s major customers;
- (c) increased manpower costs due to a lower foreign worker dependency ratio implemented by the Singapore Government; and
- (d) slower than expected recovery in the Marine and Offshore Engineering sector, which resulted in lesser work orders from the shipyards.

Further details of the Group’s financial performance will be disclosed when the Company finalises and announces the Group’s unaudited consolidated financial results for 1H2018, no later than 14 August 2018.

Shareholders and potential investors of the Company are advised to exercise caution in dealing in the Company’s securities. When in doubt, shareholders and potential investors of the Company are advised to seek independent advice from their professional advisors before trading or making any investment decision in the Company’s securities.

By Order of the Board

Soon Jeffrey
Executive Director and CEO
30 July 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, ZICO Capital Pte. Ltd. (the “**Sponsor**”), for compliance with the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.