



PEC LTD.

21 Shipyard Road, Singapore 628144
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Co. Reg. No: 198200079M

FOURTH QUARTER AND FULL YEAR FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE PERIOD ENDED 30 JUNE 2015

The Directors are pleased to announce the operating results of the Group and the Company for the period ended 30 June 2015.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) An income statement (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.

Results for fourth quarter ("Q4") and full year ("FY") ended 30 June 2015:

	Group Q4 2014 (restated)			Group FY 2014 (restated)		
	Q4 2015	Change		FY2015	Change	
	S\$'000	S\$'000	%	S\$'000	S\$'000	%
Revenue	158,518	121,796	30%	499,612	448,973	11%
Cost of sales	(127,211)	(94,830)	34%	(406,606)	(350,923)	16%
Gross profit	31,307	26,966	16%	93,006	98,050	(5%)
Gross profit margin	20%	22%		19%	22%	
Other operating income	813	3,314	(75%)	4,620	7,145	(35%)
Administrative expenses	(7,887)	(7,829)	1%	(28,230)	(31,130)	(9%)
Other operating expenses	(16,049)	(17,059)	(6%)	(59,891)	(61,400)	(2%)
Finance expenses	(758)	(126)	502%	(1,249)	(550)	127%
Share of results of associates	(210)	243	NM	806	1,268	(36%)
Share of results of joint ventures	–	22	(100%)	–	(76)	(100%)
Profit before taxation	7,216	5,531	30%	9,062	13,307	(32%)
Income tax	400	(129)	NM	(346)	(3,244)	(89%)
Profit after taxation	7,616	5,402	41%	8,716	10,063	(13%)
Attributable to:						
Equity holders of the Company	6,232	3,676	70%	7,170	9,059	(21%)
Non-controlling interests	1,384	1,726	(20%)	1,546	1,004	54%
	7,616	5,402	41%	8,716	10,063	(13%)
Other comprehensive income:						
Items that may be reclassified subsequently to profit or loss:						
Net change in fair value reserve	–	1	(100%)	(9)	(1)	800%
Net effect of exchange differences	(454)	(246)	85%	2,559	(420)	NM
Total other comprehensive income for the year, net of tax	(454)	(245)	85%	2,550	(421)	NM
Total comprehensive income for the year	7,162	5,157	39%	11,266	9,642	17%
Total comprehensive income attributable to:						
Equity holders of the Company	5,962	3,470	72%	9,308	8,734	7%
Non-controlling interests	1,200	1,687	(29%)	1,958	908	116%
	7,162	5,157	39%	11,266	9,642	17%

Denotes: NM – not meaningful



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1(a)(ii) The income statement is arrived after crediting / (debiting) the following:-

	Group		Group	
	Q4 2015	Q4 2014 (restated)	FY2015	FY 2014 (restated)
	S\$'000	S\$'000	S\$'000	S\$'000
Amortisation of land use rights	(6)	(5)	(23)	(22)
Amortisation of intangible assets	(37)	(65)	(149)	(90)
Depreciation of property, plant and equipment	(3,768)	(4,032)	(14,646)	(14,801)
Depreciation of investment property	(63)	(142)	(191)	(142)
Impairment loss on property, plant and equipment	(319)	–	(319)	–
Write back/(allowance) of trade receivables, net	(36)	1,071	898	(1,116)
Bad debts	–	(34)	–	(35)
Interest expense	(242)	(91)	(549)	(328)
Exchange loss, net	(705)	(325)	(622)	(486)
(Loss)/gain on disposal of property, plant and equipment, net	(63)	(116)	277	761
Interest income	96	98	373	484
Sundry income	454	2,188	1,249	3,374



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1(b)(i) A statement of financial position (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	30 Jun 2015	30 Jun 2014 (restated)	30 Jun 2015	30 Jun 2014
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	97,985	99,038	55,222	61,946
Investment property	7,956	7,293	–	–
Investment securities	35	44	35	44
Investment in subsidiaries	–	–	29,390	29,610
Investment in associates	4,148	3,588	354	354
Intangible assets	2,087	2,239	167	202
Land use rights	750	670	–	–
Prepayments	2,534	2,285	2,534	2,285
Deferred tax assets	547	394	–	–
Amounts due from a subsidiary	–	–	12,540	12,140
	<u>116,042</u>	<u>115,551</u>	<u>100,242</u>	<u>106,581</u>
Current assets				
Assets held for sale	2,081	–	–	–
Contracts-in-progress (net of progress billings)	60,991	62,027	23,474	41,661
Inventories	726	575	–	–
Trade receivables	115,067	69,315	66,695	45,113
Other receivables and deposits	10,945	5,506	2,397	2,491
Prepayments	2,775	3,091	599	677
Amounts due from subsidiaries	–	–	11,072	15,140
Bank deposits pledged	348	202	–	–
Cash and short term deposits	113,827	82,310	47,515	48,268
	<u>306,760</u>	<u>223,026</u>	<u>151,752</u>	<u>153,350</u>
Total Assets	422,802	338,577	251,994	259,931
EQUITIES AND LIABILITIES				
Current liabilities				
Progress billings in excess of costs	45,091	3,470	961	75
Trade payables	46,247	29,119	19,031	17,160
Other payables and accruals	68,775	60,266	28,001	33,435
Provisions	2,796	2,714	1,756	1,734
Loans and borrowings	10,107	4,291	24	–
Income tax payable	1,108	2,411	696	2,098
	<u>174,124</u>	<u>102,271</u>	<u>50,469</u>	<u>54,502</u>
Net current assets	132,636	120,755	101,283	98,848
Non-current liabilities				
Provisions	1,363	1,593	1,238	1,238
Loans and borrowings	12,027	5,556	91	–
Deferred tax liabilities	2,871	2,903	1,607	1,434
	<u>16,261</u>	<u>10,052</u>	<u>2,936</u>	<u>2,672</u>
Total Liabilities	190,385	112,323	53,405	57,174
Net assets	232,417	226,254	198,589	202,757
Equity attributable to equity holders of the Company				
Share capital	58,481	58,481	58,481	58,481
Statutory reserve	1,085	1,085	–	–
Fair value reserve	17	26	17	26
Retained earnings	161,273	159,206	140,091	144,250
Premium paid on acquisition of non-controlling interests	(2,764)	(2,764)	–	–
Foreign currency translation reserve	991	(1,156)	–	–
	<u>219,083</u>	<u>214,878</u>	<u>198,589</u>	<u>202,757</u>
Non-controlling interests	13,334	11,376	–	–
Total Equity	232,417	226,254	198,589	202,757
Total equity and liabilities	422,802	338,577	251,994	259,931



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1(b)(ii) Aggregate amount of Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 30 June 2015		As at 30 June 2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
10,107	–	4,291	–

Amount repayable after one year

As at 30 June 2015		As at 30 June 2014	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
12,027	–	5,556	–

Detail of any collateral

The Group's borrowings were secured over corporate guarantee and property, plant and equipment.



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1(c) A statement of cash flows (for the Group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	FY2015 S\$'000	FY 2014 (restated) S\$'000
Cash flows from operating activities		
Profit before taxation	9,062	13,307
<i>Adjustments for:</i>		
Depreciation of property, plant and equipment	14,646	14,801
Depreciation of investment property	191	142
Gain on disposal of property, plant and equipment	(277)	(761)
(Write back)/allowance of trade receivables, net	(898)	1,116
Gain on disposal of intangible asset	(192)	–
Impairment loss on property, plant and equipment	319	–
Impairment of contracts-in-progress	–	1,574
Provision, net	(149)	(68)
Currency realignment	877	318
Amortisation of land use rights	23	22
Amortisation of intangible assets	149	90
Share of results of associates	(806)	(1,268)
Share of results of joint ventures	–	76
Interest income	(373)	(484)
Interest expense	549	328
Operating cash flows before working capital changes	23,121	29,193
Decrease/(increase) in contracts-in-progress	42,657	(4,747)
Increase in inventories	(150)	(33)
(Increase)/decrease in trade and other receivables, and prepayments	(50,227)	27,234
Increase/(decrease) in trade and other payables and accruals, and provision	26,347	(27,468)
Cash flows generated from operations	41,748	24,179
Tax paid	(1,833)	(2,076)
Interest paid	(549)	(328)
Interest received	373	484
Net cash flows generated from operating activities	39,739	22,259
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment and investment property	2,408	1,422
Proceeds from disposal of joint venture	–	50
Net cash outflow on acquisition of non-controlling interests	–	(160)
Dividend income from associate	245	245
Dividend income from joint venture	–	431
Proceeds from disposal of intangible assets	3	–
Acquisition of intangible assets	–	(598)
Acquisition of land use rights	(43)	–
Advance payment to purchase property, plant and equipment	–	(2,284)
Purchase of investment property	–	(2,603)
Purchase of property, plant and equipment	(17,616)	(9,112)
Net cash flows used in investing activities	(15,003)	(12,609)
Cash flows from financing activities		
Proceed from borrowings, net	11,191	141
Changes in bank deposits pledged	(146)	(202)
Investment by subsidiary's minority shareholders	–	25
Dividends paid to non-controlling interests	–	(876)
Dividends paid on ordinary shares	(5,103)	(6,379)
Net cash flows generated from/(used in) financing activities	5,942	(7,291)
Net increase in cash & cash equivalents	30,678	2,359
Effect of exchange rate changes on cash and cash equivalents	839	(314)
Cash & cash equivalents at beginning of the year	82,310	80,265
Cash & cash equivalents at end of the year	113,827	82,310



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1(d)(i) A statement (for the issuer and Group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

GROUP

----- Attributable to owners of the Company -----

	Share Capital	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non-controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non-controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2014 (As previously stated)	58,481	1,085	158,250	26	(2,764)	(1,042)	214,036	11,530	225,566
Cumulative effect of adopting of FRS 110	-	-	956	-	-	(114)	842	(154)	688
At 1 July 2014 (As restated)	58,481	1,085	159,206	26	(2,764)	(1,156)	214,878	11,376	226,254
Total comprehensive income	-	-	2,063	2	-	259	2,324	436	2,760
At 30 September 2014	58,481	1,085	161,269	28	(2,764)	(897)	217,202	11,812	229,014
Total comprehensive income	-	-	1,929	(7)	-	953	2,875	577	3,452
Dividends on ordinary shares	-	-	(5,103)	-	-	-	(5,103)	-	(5,103)
At 31 December 2014	58,481	1,085	158,095	21	(2,764)	56	214,974	12,389	227,363
Total comprehensive income	-	-	(3,054)	(4)	-	1,205	(1,853)	(255)	(2,108)
At 31 March 2015	58,481	1,085	155,041	17	(2,764)	1,261	213,121	12,134	225,255
Total comprehensive income	-	-	6,232	-	-	(270)	5,962	1,200	7,162
At 30 June 2015	58,481	1,085	161,273	17	(2,764)	991	219,083	13,334	232,417



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GROUP

----- Attributable to owners of the Company -----

	Share Capital	Statutory Reserve	Retained earnings	Fair value reserve	Premium paid on acquisition of non-controlling interests	Foreign currency translation reserve	Equity attributable to owners of the company, total	Non-controlling interests	Equity, total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2013 (As previously stated)	58,481	1,085	155,542	28	(2,698)	(719)	211,719	11,635	223,354
Cumulative effect of adopting of FRS 110	-	-	956	-	-	(114)	842	(194)	648
At 1 July 2013 (As restated)	58,481	1,085	156,498	28	(2,698)	(833)	212,561	11,441	224,002
Total comprehensive income	-	-	2,390	1	-	(489)	1,902	(1,299)	603
At 30 September 2013	58,481	1,085	158,888	29	(2,698)	(1,322)	214,463	10,142	224,605
Total comprehensive income	-	-	1,736	-	-	589	2,325	655	2,980
Acquisition of non-controlling interests without change in control	-	-	-	-	(66)	-	(66)	16	(50)
Additional investment by non-controlling interest	-	-	-	-	-	-	-	25	25
Dividends on ordinary shares	-	-	(6,379)	-	-	-	(6,379)	-	(6,379)
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(676)	(676)
Dilution of interest in subsidiary	-	-	28	-	-	-	28	(28)	-
At 31 December 2013	58,481	1,085	154,273	29	(2,764)	(733)	210,371	10,134	220,505
Total comprehensive income	-	-	1,257	(3)	-	(217)	1,037	(135)	902
Acquisition of non-controlling interests without change in control	-	-	-	-	-	-	-	(110)	(110)
At 31 March 2014	58,481	1,085	155,530	26	(2,764)	(950)	211,408	9,889	221,297
Total comprehensive income	-	-	3,676	-	-	(206)	3,470	1,687	5,157
Dividends paid to non-controlling interests	-	-	-	-	-	-	-	(200)	(200)
At 30 June 2014	58,481	1,085	159,206	26	(2,764)	(1,156)	214,878	11,376	226,254



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COMPANY

	Share Capital	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2014	58,481	144,250	26	202,757
Total comprehensive income	–	2,758	2	2,760
At 30 September 2014	58,481	147,008	28	205,517
Total comprehensive income	–	(13)	(7)	(20)
Dividends on ordinary shares	–	(5,103)	–	(5,103)
At 31 December 2014	58,481	141,892	21	200,394
Total comprehensive income	–	(2,475)	(4)	(2,479)
At 31 March 2015	58,481	139,417	17	197,915
Total comprehensive income	–	674	–	674
At 30 June 2015	58,481	140,091	17	198,589

COMPANY

	Share Capital	Retained earnings	Fair value reserve	Total
	S\$'000	S\$'000	S\$'000	S\$'000
At 1 July 2013	58,481	132,749	28	191,258
Total comprehensive income	–	6,109	1	6,110
At 30 September 2013	58,481	138,858	29	197,368
Total comprehensive income	–	3,513	–	3,513
Dividends on ordinary shares	–	(6,379)	–	(6,379)
At 31 December 2013	58,481	135,992	29	194,502
Total comprehensive income	–	3,383	(3)	3,380
At 31 March 2014	58,481	139,375	26	197,882
Total comprehensive income	–	4,875	–	4,875
At 30 June 2014	58,481	144,250	26	202,757

1(d)(ii) Details of any changes in the Company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Issued and fully paid ordinary shares:	Number of Shares	
	As at 30 June 2015	As at 30 June 2014
As at beginning and end of period	255,157,000	255,157,000



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1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at end of the immediately preceding year.

	As at 30 June 2015	As at 30 June 2014
Total number of issued shares excluding treasury shares	<u>255,157,000</u>	<u>255,157,000</u>

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at end of the current financial period report on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited or reviewed.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except for the adoption of FRS110, the Group has applied the same accounting policies and methods of computation in the financial statements for the current financial period compared with those of the audited financial statements as of 30 June 2014.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

In accordance with the requirements of FRS110, an associate company, PECL-Thai Company Limited has been consolidated into the Group with effect from financial periods beginning 1 July 2013.

6. Earnings per ordinary share of the Group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group Q4 2015	Group Q4 2014 (restated)	Group FY2015	Group FY 2014 (restated)
Earnings per ordinary share of the Group for the year after deducting any provision for preference dividends (in cents):-				
a) Based on weighted average number of ordinary shares on issue; and	2.4	1.4	2.8	3.6
b) On fully diluted basis	2.4	1.4	2.8	3.6

The above computation for Q4 2015 and Q4 2014 was based on 255,157,000 shares respectively.



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7. **Net asset value (for the issuer and Group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	Group		Company	
	30 Jun 2015	30 Jun 2014 (restated)	30 Jun 2015	30 Jun 2014
Net asset value per ordinary share based on issued shares at the end of the respective periods (in cents)	85.9	84.2	77.8	79.5
No. of shares in computing NAV ('000)	255,157	255,157	255,157	255,157



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8. **A review of the performance of the Group, to the extent necessary for a reasonable understanding of the Group's business. It must include a discussion of the following:**
- (a) **any significant factors that affected the turnover, costs, and earnings of the Group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
 - (b) **any material factors that affected the cash flow, working capital, assets or liabilities of the Group during the current financial period reported on.**

Financial performance review Q4 and FY 2014-15

Revenue

The Group's revenue increased by 11% from S\$449.0 million in FY2014 to S\$499.6 million in FY2015. This was mainly due to an increase in revenue contributed from both project works and maintenance services.

Cost of sales

As revenue increased, the Group's cost of sales also increased from S\$350.9 million in FY2014 to S\$406.6 million in FY2015. The increase was mainly due to higher production labour costs and increase in materials purchased for the project works.

Gross profit and gross profit margin

The Group's gross profit decreased by S\$5.1 million from S\$98.1 million in FY2014 to S\$93.0 million in FY2015. This was mainly attributable to higher costs arising from the delayed commencement of projects and difficulties in the recovery of variation claims from existing and completed projects.

The Group's gross profit increased by S\$4.3 million in Q4 FY2015 mainly due to profit contribution from overseas project works and higher maintenance activities in Q4 FY2015.

The decrease in margin in Q4 FY2015 was mainly due to competitive operating environment.

Other operating income

The Group's other operating income decreased by S\$ 2.5 million from S\$7.1 million in FY2014 to S\$4.6 million in FY2015. The higher other operating income in FY2014 was mainly due to a write back of impairment on trade receivable and sale of scrap in Q4 FY2014.

Administrative expenses

Administrative expenses decreased by S\$2.9 million from S\$31.1 million in FY2014 to S\$28.2 million in FY2015, mainly due to a decrease in accrual of incentive bonus in FY2015 and reduction in overhead costs resulting from the integration of administrative functions.

Other operating expenses

Other operating expenses decreased by S\$1.5 million from S\$61.4 million in FY2014 to S\$59.9 million in FY2015. This was mainly due to a decrease in workers' accommodation costs, allowance for doubtful debts and impairment on contract-in-progress. The decrease was partly offset by an increase in employee welfare expenses, transport expenses and cost of personal protective equipment.



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Finance Expenses

The Group's finance expenses increased by S\$0.6 million from S\$0.6 million in FY2014 to S\$1.2 million in FY2015. This was mainly due to interest on bank loans and bank charges for bank guarantees issuance for the project works.

Taxation

The effective tax rate decreased from 24.4% in FY2014 to 3.8% in FY2015.

The lower tax rate in FY2015 was mainly due to tax incentive and increase in profit from tax free zone. Higher tax rate in FY2014 was mainly due to additional tax provision as a result of tax underprovided in prior years.

Profit attributable to Equity holders

The Group's profit decreased by S\$1.9 million from S\$9.1 million in FY2014 to S\$7.2 million in FY2015. This was mainly due to a decrease in profit contribution from the project works.



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Balance Sheet Review

The Group's current assets increased by S\$83.7 million to S\$306.8 million in FY2015. This was mainly due to increase in:-

- 1) Trade receivables arising from advance payment billing for overseas project works, progress billing from project works and maintenance services. The delay in payment on some overdue invoices also contributed to the increase in trade receivables.
- 2) Other receivables and deposits which relate to advance payment to subcontractors and suppliers for overseas project works.
- 3) Cash and cash equivalent arising from settlement of certain projects claims and advance payment received from the overseas projects.

The Group's current liabilities increased by S\$71.9 million to S\$174.1 million in FY2015. This was mainly due to increase in progress billings in excess of costs, trade payables, other payables and accruals, loans and borrowings. The increase in progress billings in excess of costs was mainly due to billing to clients for advance payment in relation to overseas project works. The increase was partly offset by a decrease in income tax payable.

The Group's non-current liabilities increased by S\$6.2 million to S\$16.3 million in FY2015. This was mainly due to a mortgage loan for the purchase of the property at Neythal Road.

Cash Flow Review

Cash generated from operating activities for the Group in FY2015 was S\$39.7 million after deduction of income tax payment of S\$1.8 million. This was mainly due to working capital changes:

- 1) an increase in progress billings in excess of costs arising from advance payment for the overseas project works,
- 2) an increase in trade and other payables,
- 3) an increase in trade and other receivables.

Net cash used in investing activities for the Group in FY2015 was S\$15.0 million. This was mainly attributable to purchase of property at Neythal Road, purchase of construction equipment, motor vehicles and office equipment to support the business operation.

The Group had generated S\$5.9 million from financing activities in FY2015 which was mainly due to proceeds from borrowings for projects and property purchase, offset by dividends paid to shareholders.

As a result of the above, there was an increase in cash and cash equivalents of S\$30.7 million to S\$113.8 million in FY2015.



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9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the Group operates and any known factors or events that may affect the Group in the next reporting period and the next 12 months.

The operating environment of the process industry remains difficult. Rising costs, particularly in Singapore, have and will continue to impact margins and profitability. Oil companies have scaled back, deferred or cancelled projects in the face of the sharp fall in oil prices. The Group's future earnings are dependent on the reinstatement of these projects or new projects as the industry adjusts to the lower oil prices.

Over the past four years, PEC has invested resources to build up a network of engineering facilities in Asia and the Middle East. This "near customer, near market" strategy has positioned the Group well to promote and strengthen its PEC brand name in these regions, enabling PEC to successfully secure major contracts and enhancing its position in the Middle East.

Moving forward, the Group will remain vigilant over its costs and also intensify efforts to capture opportunities in targeted markets in Asia and the Middle East.

As at 30 June 2015, the Group's orderbook stood at S\$419.5 million, excluding maintenance contracts.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

The Directors proposed to declare a dividend for the current financial year reported as follows:

	FY2015
Name of dividend	Final
Dividend type	Cash
Ordinary Dividend	2.0 cents per share
Tax rate	One-Tier

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year?

Yes.

	FY2014
Name of dividend	Final
Dividend type	Cash
Ordinary Dividend	2.0 cents per share
Tax rate	One-Tier

(c) Date payable

To be announced later.

(d) Books closure date

To be announced later.



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12. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

13. Interested person transaction

No general mandate has been obtained from shareholders for interested person transaction.



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PART II: Additional information required for Full Year announcement (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

14. Segmented revenue and results for business or geographical segments (of the Group) in the form presented in the issuer's most recent audited annual financial statements, with comparative information for the immediate preceding year.

The Group Segmental results for the year ended 30 June 2015 is as follows:

A) Business Segment

	Project works S\$'000	Plant maintenance and related services S\$'000	Other operations S\$'000	Eliminations S\$'000	Total S\$'000
2015					
Revenue	335,623	163,206	783	–	499,612
Inter-segment sales	27,278	1,784	2,336	(31,398)	–
Total revenue	362,901	164,990	3,119	(31,398)	499,612
Results:					
Segment results	56,507	36,326	173	–	93,006
Unallocated expenses					(69,763)
Interest income					373
Depreciation and amortisation	(4,107)	(1,889)	(529)	–	(6,525)
Unallocated depreciation and amortisation					(8,484)
Write back/(Allowance) of trade receivables	741	–	157	–	898
Finance costs					(1,249)
Share of results of associates	–	–	806	–	806
Profit before taxation					9,062
Tax expense					(346)
Profit for the year					8,716
2014 (Restated)					
Revenue	307,933	140,225	815	–	448,973
Inter-segment sales	29,664	576	3,309	(33,549)	–
Total revenue	337,597	140,801	4,124	(33,549)	448,973
Results:					
Segment results	68,750	29,198	102	–	98,050
Unallocated expenses					(68,124)
Interest income					484
Depreciation and amortisation	(4,169)	(1,699)	(476)	–	(6,344)
Unallocated depreciation and amortisation					(8,711)
Impairment of contract in progress	(1,574)	–	–	–	(1,574)
Write back/(Allowance) of trade receivables	136	–	(1,252)	–	(1,116)
Finance costs					(550)
Share of results of associates	–	–	1,268	–	1,268
Share of results of joint ventures	–	–	(76)	–	(76)
Profit before taxation					13,307
Tax expense					(3,244)
Profit for the year					10,063



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B) Geographical Segment

	Singapore	Malaysia	UAE	Others	Eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2015						
Revenue	301,915	65,125	89,897	42,675	-	499,612
Inter-segment sales	30,797	28	-	573	(31,398)	-
Segment Revenue	332,712	65,153	89,897	43,248	(31,398)	499,612

2014 (Restated)

Revenue	350,020	43,062	25,776	30,115	-	448,973
Inter-segment sales	32,823	176	-	550	(33,549)	-
Segment Revenue	382,843	43,238	25,776	30,665	(33,549)	448,973

	Singapore	Malaysia	UAE	Others	Eliminations	Total
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
2015						
Asset:						
Non-current assets	130,991	3,394	9,899	13,106	(41,930)	115,460

2014 (Restated)

Asset:						
Non-current assets	131,751	4,142	8,626	12,344	(41,750)	115,113

15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

The increase in revenue for project works was mainly due to revenue contributed from Malaysia and UAE. The increase in maintenance services was due to higher maintenance activities in Singapore and China.

The decrease in margin in FY2015 was mainly due to lower margin from project works resulted from difficulties in recovery of variation claims and competitive operating environment.

16. A breakdown of sales as follows:

	Group		
	FY2015	FY2014 (restated)	Change %
	S\$'000	S\$'000	
(a) Sales reported for first half year	242,876	218,865	11%
(b) Operating profit after tax before deducting minority interests reported for first half year	4,693	3,432	37%
(c) Sales reported for second half year	256,736	230,108	12%
(d) Operating profit after tax before deducting minority interests reported for second half year	4,023	6,631	(39%)



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17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

	FY2015	FY2014
	S\$'000	S\$'000
Ordinary*	5,103	5,103
Special	–	–
Total	5,103	5,103

*The FY2015 ordinary dividends estimated based on number of issued shares as at the end of the financial year.

18. Disclosure of persons occupying managerial position in the Company or any of its principal subsidiaries who are a relative of a Director or Chief Executive Officer ('CEO') or substantial shareholder of the issuer pursuant to Rule 704(13) in the format below. If there are no such persons, the issuer must make an appropriate negative statement.

Name	Age	Family relationship with any Director, CEO and/or Substantial Shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Patricia Ko Poh Cheng	48	Sister of Edna Ko Poh Thim, Chairman and Substantial Shareholder of the Company	(i) Employed on consultancy basis for the Company in relation to its China business since 2002. (ii) General Manager of PEC Technology Consultancy Services (Huizhou) Ltd since 2004. (iii) General Manager of PEC Construction Equipment Leasing Company (Huizhou) Ltd since 2005. (iv) Executive Director of Huizhou Tianxin Petrochemical Engineering Co., Ltd since 2005.	None

BY ORDER OF THE BOARD
Edna Ko Poh Thim
Executive Chairman
27th August 2015