SINO CONSTRUCTION LIMITED

中华建筑有限公司

SINO CONSTRUCTION LIMITED

中华建筑有限公司

Pioneering Resource and Energy Development

PRESENT - FUTURE

Sino Construction Limited
As at 09 February 2015

Statement by Interim Executive Director

1. The Group recorded a loss after tax of S$ 2.7million in FY2014. Mainly attributed to discontinuation of operations in China, exchange variations & increased administrative expenses.
2. Outlook from February 2015 is positive, with the Group actively reorganising and restructuring the entire business, disposing of non-performing assets, or assets that require large capital expenditure.
3. Recognising opportunities created by developed urbanisation and industrialisation, the Group has refocussed its efforts within the construction sector.
4. The Group is proud to announce the recently created Joint Venture relationship with an operating partner in the Micro Power Plant (MPP) market, providing opportunity to explore the renewable energy sector, and provide a sustainable model for consistent returns.

Statement by Interim Executive Director

5. During FY2014, the Group endeavoured to gain a strong position in the mineral sector. This approach has been reviewed in FY2015 and may continue under a more balanced approach. Investment in the sector can provide shareholder growth in the medium to long term, competitive advantage, and low to medium financial entry, however this must always be reviewed against pricing in the commodities sector.
6. The primary objective will be to invest in low risk, low to medium capital-intensive projects, while maintaining a strong balance sheet, enabling the ability to pay a consistent dividend over time.
7. The Board continues to institute a renewed focus on ethical guidance, a fiduciary code of conduct and the adoption of industry best practices to ensure strategic objectives are met, whilst mitigating shareholder risk and delivering growth.
8. We believe that our people are fundamental to our expansion program and are the core performance catalyst. We will continue to implement a funding process to enable the appointment of top rated personnel to execute the Board's vision.

Assets SGD (S$) as at 09 February 2015

1. **Ardilian Energy Ltd**

Details	:	19.9% equity interests
Transaction Amount	:	S$ 12.0 million
Amount Paid	:	S$ 10.0 million cash
Amount Payable	:	S$ 2.0 million cash

2. **Renaissance Enterprises S.A.**

Details	:	19.9% equity interests
Transaction Amount	:	S$28.6 million cash + US$3.0 million working capital
Amount Paid	:	US$1.24 million
Amount Payable	:	S$28.6 million cash + US$1.76 million working capital

3. **Elite Bay SDN. BHD**

Details	:	Subscription of 60%
Transaction Amount	:	S$ 115,000*
Amount Paid	:	S$ 115,000 cash
Amount Payable	:	-

4. **Guildford Coal Ltd**

Details	:	Takeover Bid
Transaction Amount	:	229 million shares
Amount Paid	:	-
Amount Payable	:	S$ 70.9 million stock**

*MYR 300,000 based on exchange rate of S$1 : MYR 2.6

**S$ 70.9 million based on exchange rate of AUD 1 : S$ 1.1244

5. **JEMS Exploration Pty Ltd**

Details	:	52% equity
Transaction Amount	:	US$ 20 million*
Amount Paid	:	-
Amount Payable	:	S$ 25.2 million cash*

6. **Signet Coking Coal International Ltd**

Details	:	51% equity
Transaction Amount	:	US$ 21 million*
Amount Paid	:	-
Amount Payable	:	S$ 26.4 million cash*

7. **Magnum Modular Power Generation Pte Ltd**

Details	:	Joint Venture Agreement
Transaction Amount	:	S$ 1.00 million
Amount Paid	:	700,000 shares owned by MEPL**
Amount Payable	:	-

*exchange rate of USD1 : S$1.26

**MEPL - Magnum Energy Pte Ltd is a wholly-owned subsidiary of Sino Construction Limited

Asset Liability Reduction 10 February 2015 - 29 April 2015

Total Liability Reduction	:	**S$122.5 million**
1. Guildford Coal Ltd	:	S$ 70.9 million
2. JEMS Exploration Pty Ltd	:	S$ 25.2 million
3. Signet Coking Coal International Ltd	:	S$ 26.4 million

Asset Status as at 29 April 2015

1. **Ardilian Energy Ltd**
   Status : undergoing potential sale

2. **Renaissance Enterprises S.A.**
   Status : undergoing legal review

3. **Elite Bay SDN. BHD**
   Status : undergoing potential sale

4. **Guildford Coal Ltd**
   Status : discontinued

5. **JEMS Exploration Pty Ltd**
   Status : discontinued

6. **Signet Coking Coal International Ltd**
   Status : discontinued

7. **Magnum Modular Power Generation Pte Ltd**
   Status : ongoing



MAGNUM MODULAR
POWER GENERATION PTE LTD.™

POWER ANYWHERE, EVERYWHERE.

MAGNUM MODULAR
POWER GENERATION PTE LTD.™

Magnum Modular Power Generation

“25% of the world population or 1.5 billion people are still without electricity. Our ultimate goal is to bring light into the lives of these people in a sustainable and viable manner.”

MAGNUM MODULAR
POWER GENERATION PTE LTD.™

MMPG Strategy

Our strategy is to provide electrical power through proprietary micro generation infrastructure; aiding governments, small businesses and communities by supplementing traditional centralised grid connected power.

1. Execute compact, modular micro plants that aspire to low-carbon footprints while providing maximum competitive advantage.

2. Establish long term energy supply contracts with high tariff national electricity utilities.

3. Target rollouts in jurisdictions with favorable additional tariffs for renewable source power generators.

4. Secure long term supply contracts that are regional in nature and provide minimal competitive strain to major energy suppliers.

MMPG Strategy (cont.)

Our strategy is to provide electrical power through proprietary micro generation infrastructure; aiding governments, small businesses and communities by supplementing traditional centralised grid connected power.

5. To develop regional energy networks that are able to work independently of national electricity utilities - mines, remote townships.

6. Micro plant designs that allow urban planners unrivalled flexibility in restricted electrical infrastructure locales.

7. Maximise proprietary Biofuel technologies to reduce ongoing operational fuel costs, increasing margins over Life of Operations.

8. Assist national and provincial governments by providing micro plant designs that utilise local community labour in developing economies.

Magnum Modular Power Generation

1. MMPGL represents a 70/30 JV between Sino Construction Limited and Primeforth Renewable Energy Limited.

2. 3-year target of 150 MPPs/450MW in South Korea.

3. The MPP's have the ability to run on CVO and Biofuel.

4. Rapid time to market (12 weeks).

5. Government mandated 5 year CCPP – Capex recovery 100%.

6. Requires only 3,000sf per MPP – sites available on demand.

7. Zero investment in transmission grids.

MAGNUM MODULAR
POWER GENERATION PTE LTD.™

Magnum Modular Power Generation

8. Low capex, highly scalable, immediate cash flow model.

9. An additional 100% renewable tariff for the use of Biofuel feedstock.

10. 2nd Phase Strategy: the execution of proprietary biological feedstock production facilities, allowing heavily reduced feedstock pricing.

11. Proprietary power generation technology – ability to run on CVO and Biofuel.

12. Construction completed on first South Korean MPP in April 2015, now awaiting final certification from Korean Power Exchange (KPX) for immediate commissioning.*

Magnum Modular Power Generation



*18 April 2015 - MPP One (Pohang).

MAGNUM MODULAR
POWER GENERATION PTE LTD.™

Magnum Modular Power Generation

“With our speed and flexibility in deploying our power generating assets, coupled with our new found cost competitiveness, we would be able to achieve our mission of providing to power to anyone and everyone that needs it, anywhere and everywhere in the world, profitably”.

MAGNUM MODULAR
POWER GENERATION PTE LTD.™

SINO CONSTRUCTION LIMITED

中华建筑有限公司

Pioneering Resource and Energy Development

PRESENT - FUTURE

Sino Construction Limited
As at 09 February 2015

SINO CONSTRUCTION LIMITED

中华建筑有限公司