HEATEC JIETONG HOLDINGS LTD.
Heat Transfer & Piping System Specialist

INCREASE IN INVESTMENT IN AN ASSOCIATED COMPANY

The board of directors (the "**Board**") of Heatec Jietong Holdings Ltd. (the "**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that Heatec Jietong Pte. Ltd. ("**Heatec Jietong**") (the Company's wholly-owned subsidiary), had, on 15 December 2017, increased its investment in its 25%-owned associated company, Ipromar (Pte.) Ltd. ("**Ipromar**"), from S$125,000 to S$375,000 through a pro rata subscription of 250,000 new ordinary shares at S$1.00 per new share in Ipromar by each of its respective shareholders (the "**Additional Equity Investment**"). For the avoidance of doubt, Heatec Jietong's 25% equity interests in Ipromar remain unchanged following the Additional Equity Investment.

The consideration for the Additional Equity Investment was S$250,000 and was funded by internal resources of the Group. The Additional Equity Investment is not expected to have any material impact on the net tangible assets per share or earnings per share of the Group for the current financial year ending 31 December 2017.

Further to the Additional Equity Investment, the issued and paid-up share capital of Ipromar has increased to S$1,500,000 comprising 1,500,000 shares.

None of the directors or substantial shareholders of the Company and their respective associates has any interest, direct or indirect, in the Additional Equity Investment, save for their respective shareholdings (if any) in the Company.

By Order of the Board

Soon Jeffrey
Executive Director and CEO
15 December 2017

*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 Catalist. 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.