SINO CONSTRUCTION LIMITED

中华建筑有限公司

(Incorporated in the Republic of Singapore)
(Company Registration No. 200613299H)

SINO CONSTRUCTION RECEIVES APPROVAL FROM KOREA POWER EXCHANGE TO OPERATE ITS FIRST MICRO POWER PLANT

The Board of Directors (the "Board") of Sino Construction Limited (the "Company", and together with its subsidiaries, collectively, the "Group") wishes to announce that its subsidiary, Magnum Modular Power Generation Pte. Ltd. ("MMPGPL") which is a joint venture with Primeforth Renewable Energy Limited ("PREL") has received approval from the Korea Power Exchange ("KPX") to commence operations for its first Micro Power Plant ("MPP(s)"), named "KOREA MPP ONE". MMPGPL will commence commercial operations today, with a gradual ramp-up in the next 14 days to achieve full operating output of 3MWh.

The modular systems, which MMPGPL developed, will allow direct access, consistent margins and little competition in this sector. MMPGPL's proprietary advances in biofuel technologies and MPP development will enable immediate rollout in the supply of power generation.

Most countries in the world have implemented preferential tariff rates for renewable fuel sources used in power generation so as to reduce carbon emissions. This has resulted in immense market opportunities for new entrants like MMPGPL, to the power generation sector. The conventional power generation technologies are generally concentrated in urban areas and constantly face difficulties in service delivery. Furthermore, capital investment in the transmission infrastructure is huge and is being outstripped by demand, in both developed and developing countries.

MMPGPL's MPPs are modular, portable and using proprietary technologies that allow multiple fuels including biofuels. In addition, the Plants are commissionable within 12 weeks. Another unique feature is the ability to either supply on grid or be standalone which offers national utilities and power consumer's unrivalled flexibility.

The rollout of the MPPs are expected to have a positive impact on the Group's earnings per share for the financial year ending 31 December 2015. None of the Directors or substantial shareholders of the Company has any interest, direct or indirect, in the MPPs (other than through their respective shareholdings in the Company).

BY ORDER OF THE BOARD

Drew Ethan Madacsi
Executive Director
17 June 2015