



TEE LAND

TEE LAND LIMITED

Incorporated in the Republic of Singapore
Company Registration No: 201230851R

NEWS RELEASE

GROWTH IN NET PROFIT TO S\$5.1 MILLION IN 1HFY2015

- *Steady growth in revenue and profit*
- *Growing property investment portfolio to generate recurring income*

FYE 31 May (S\$m)	FY2015 Q2	FY2014 Q2	YoY Change	FY2015 1H	FY2014 1H	YoY Change
Revenue	15.1	2.4	519.5%	21.6	16.0	34.6%
Gross profit	3.8	1.1	260.0%	5.6	2.7	109.7%
Profit before tax	3.1	1.8	75.3%	6.0	2.5	140.0%
Net Profit	2.5	1.6	49.7%	5.1	2.2	131.8%

SINGAPORE, 12 January 2015 – Mainboard-listed **TEE Land Limited** (“**TEE Land**”) together with its subsidiaries (the “**Group**”), a regional real estate developer, delivered a 49.7% increase in net profit to S\$2.5 million for the quarter ended 30 November 2014 (“**2QFY2015**”), on the back of 519.5% surge in revenue to S\$15.1 million for the quarter. For the first half ended 30 November 2014 (“**1HFY2015**”), the Group registered 34.6% increase in revenue to S\$21.6 million and 131.8% growth in net profit to S\$5.1 million.

The higher net profit in 1HFY2015 was due to higher progressive revenue recognised for its Aura 83 development as well as higher contributions from its associates.

Gross margin declined from 43.8% in 2QFY2014 to 25.4% in 2QFY2015, due mainly to higher margin progressive revenue recognised for development projects in 2QFY2014 compared to

2QFY2015. However, the gross margin for 1HFY2015 improved to 26.2% from 16.8% in 1HFY2014 on the back of ongoing development projects with better margins. Gross profit increased by 260.0% to S\$3.8 million in 2QFY2015 and 109.7% to S\$5.6 million in 1HFY2015.

Meanwhile, progress in the construction of development projects resulted in higher contribution from its Singapore associates. Share of results of associates increased by 7.0% to S\$1.8 million in 2QFY2015 and improved by 44.6% to S\$4.2 million in 1HFY2015 as compared to the previous corresponding periods.

Financial Position

The Group's financial position remained robust, with net assets of S\$151.7 million as at 30 November 2014. This translates to a net asset value per share of 33.5 Singapore cents.

Cash and bank balances increased from S\$25.9 million as at 31 May 2014 to S\$34.1 million as at 30 November 2014 as a result of net proceeds received from the Medium Term Notes issued in October 2014. The funds raised were used for (i) acquisition of a hotel in Australia in 1HFY2015, (ii) progress payment of construction cost for the corporate building, and (iii) deposit for investment properties in Bangkok, Thailand as at 30 November 2014.

Prospects

Mr Jonathan Phua, CEO and Executive Director of TEE Land said: ***"We are satisfied that our 1HFY2015 results demonstrated that we are growing year on year. While we remain cautious on Singapore and Malaysia, given the continued enforcement of cooling measures on the property markets, we continue to be confident on the long term prospects of our other markets, such as Thailand, New Zealand and Australia. As such, we have been steadily acquiring new land and assets to further strengthen our portfolio in these markets."***

In addition to developing properties for sale, the Group has also been building up its property investment portfolio to generate recurring income. The latest addition to its portfolio was in December 2014, where its wholly-owned subsidiary TEE Hospitality Pte Ltd entered into a collaboration with Peter & Jan Clark (Levey Street) Pty Ltd and Kenmooreland Pte Ltd to establish a 55:10:35 joint venture company, to acquire a 4-star boutique hotel in Sydney, Australia for A\$23.2 million.

Mr Jonathan Phua added: ***“This acquisition is part of our Group’s continued strategy to build a portfolio of recurring-income generating assets in Australia and New Zealand that provide short to mid-term accommodation with redevelopment potential in the future.”***

End

This press release is to be read in conjunction with TEE Land Limited’s announcement posted on the SGX website on 12 January 2015.

SAC Capital Private Limited was the issue manager for the initial public offer of TEE Land Limited (the “Company”). This press release has been prepared and released by the Company.

About TEE Land Limited (SGX Stock code: S9B | Bloomberg: TEEL SP | Reuters: TEEL.SI)

TEE Land Limited (“**TEE Land**”) and together with its subsidiaries (the “**Group**”) is a listed real estate development company and a subsidiary of Mainboard-listed TEE International Limited. Listed on the Mainboard of the Singapore Exchange in 2013, the Group is a regional real estate developer with an established track record in delivering quality and well-designed property developments.

The Group's property development projects are pre-dominantly freehold in tenure and targeted at middle-to-high income consumers who value exclusivity in good locations. Leveraging on our experience and expertise in property development in Singapore, we have also extended our geographical reach to Malaysia, Thailand, Australia and New Zealand.

TEE Land continues to specialise in residential, commercial and industrial property development, whilst at the same time, actively building a portfolio of recurring income generating properties.

For more information, please visit the company website at www.teeland.com.sg

Issued on behalf of **TEE Land Limited** by

Waterbrooks Consultants Pte Ltd

Tel: +65 6100 2228

Ms Lynette Tan (M): +65 9687 2023 lynette@waterbrooks.com.sg

Ms Angeline Cheong (M): +65 9666 0977 angeline@waterbrooks.com.sg

Media and Analyst contact:

Celine Ooi

Manager, Investor Relations & Communications

TEE International Limited

Mobile: +65 9820 3845

Email: celine.ooi@teeintl.com