PRESS RELEASE

Heatec Jietong secures two supply contracts worth approximately S$7 million for FPSO vessel

SINGAPORE, 24 March 2020 – Catalist-listed **Heatec Jietong Holdings Ltd.** (hereinafter, the "**Company**" or "**Heatec Jietong**", and together with its subsidiaries, the "**Group**"), a leading heat exchanger and piping specialist, today announced that the Group has secured two contracts for the supply of heat exchangers and pressure vessels, respectively, for a Floating Production Storage and Offloading (FPSO) vessel for a combined contract value of approximately S$7 million (the "**New Contracts**").

Said Mr Jeffrey Soon, the Group's Chief Executive Officer, "We are pleased to be awarded these New Contracts despite the COVID-19 pandemic and the recent oil crisis. Since 2019, there has been a rising global demand for FPSO vessels, fueled by an uptick in deepwater exploration and field developments. However, with the pandemic and oil crisis happening at the same time, we remain cautiously optimistic that the market for FPSOs will continue to be positive in 2020, when governments collectively bring COVID-19 under control."

FPSOs, traditionally used by oil companies for large-scale deepwater projects, are increasingly favoured for a wide range of fields in more shallow waters. In many cases, FPSO projects are more practical than alternative platform solutions, primarily due to the installation costs and decommissioning challenges associated with fixed platforms. The built-in storage capacity of FPSOs has also proven to be especially advantageous for remote offshore locations, where pipeline infrastructure is not viable economically.

The Group expects FPSOs to continue to be an attractive development option for both deep and shallow water.

Barring unforeseen circumstances, the New Contracts are expected to have a positive impact on the earnings per share and net asset value per share of the Group for the current financial year ending 31 December 2020.

None of the directors or substantial shareholders of the Company and their respective associates has any interest, direct or indirect, in the New Contracts, save for their respective shareholdings in the Company.

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Note: The Company's announcements regarding new contracts awarded to the Group as announced from time to time on the SGXNet are not exhaustive as the Group continues to be awarded other contracts, which are smaller in value, in the ordinary course of the Group's business.

Issued on behalf of Heatec Jietong by:

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About Heatec Jietong

(Stock Codes – SGX: 5OR | Bloomberg: HJT SP | Reuters: HTJT.SI)

Heatec Jietong is a leading heat exchanger and piping specialist. The Group operates three main business segments – (1) Heat Exchangers (2) Piping (3) Chemical Cleaning – to provide a full range of services to its customers, particularly those in the Marine & Offshore Engineering, and Oil & Gas industries.

The Group offers a variety of piping services including fabrication and installation of all types of piping, restoration and installation of all types of pipes and systems, as well as process piping for floating, production, storage and offloading ("**FPSO**") conversions. It has also extended its piping services to provide turnkey project management which encompasses procurement, construction, fabrication, commissioning and overall project management.

Heatec Jietong is a member of the Heat Transfer Research Inc., and has the capabilities to design and manufacture Shell and Tube Heat Exchangers and Air Coolers to meet the stringent requirements of any certification parties and is in compliance with ASME Section VIII Div 1 and API 661, 660. It is also an ASME-U and ASME-U2 Stamps, and National Board "R" Stamp certified fabricator. The Group provides a full range of heat exchanger services round-the-clock for marine and offshore vessels as well as for process and chemical plants.

The Group operates its Chemical Cleaning segment through its well-established 70%-owned subsidiaries, Chem-Grow Pte Ltd and Chem-Grow Engineering Pte Ltd ("**Chem-Grow**") that provide chemical cleaning for boilers, coolers, heat exchangers, pipelines, engine parts and pressure vessels.

For more information, please visit the company's website – **www.heatecholdings.com**

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*This press release has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This press release has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this press release, including the correctness of any of the statements or opinions made or reports contained in this press release.

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