INCORPORATED IN SINGAPORE
COMPANY REGISTRATION NO. 198200079M

PEC LTD.

PEC LTD.

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MEDIA RELEASE

PEC reports net profit of S$13.9 million in FY17

- **Contribution from maintenance services grows by 23%**
- **Work for the Nghi Son Refinery and Petrochemical Complex expected to add to PEC's recurrent income stream from maintenance**

SINGAPORE ♦ 28 AUGUST 2017

For immediate release

PEC Ltd. (PEC, and together with its subsidiaries and associated companies, the Group) reported a revenue of S$418.6 million for the year ended 30 June 2017 (FY17), supported largely by its maintenance services division. Group net profit after tax came in at S$13.9 million against FY16's S$22.3 million.

Revenue from maintenance grew 23% to S$183.1 million in FY17, due to ongoing maintenance activities in Singapore and overseas. This helped to buffer the lower revenue contribution from overseas project works following their completion in FY16.

Mr Robert Dompeling, PEC's Group Chief Executive Officer, said: "While the Group expects another challenging year in the oil and gas sector, its integrated project and maintenance solutions and long standing proven track record will position it well to benefit when the industry recovers.

"Though there is a steady level of enquiries for project works, cost competition remains keen in the industry. The outlook for maintenance and revamping works, on the other hand, is more positive, driven by aging infrastructure and revisions to the environmental and energy regulatory frameworks.

"The seven-year daily maintenance contract PEC secured for the Nghi Son Refinery and Petrochemical Complex is expected to add to the Group's recurrent income stream. The facility is located in the Nghi Son Economic Zone which is primed to become a key petrochemical and industrial hub in Vietnam, and PEC believes its current presence there puts the Group in a good position."

The Group is actively pursuing opportunities in maintenance and project works in Asia and the Middle East.

OAKTREE ADVISERS, YOUR IR PARTNER

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The orderbook stands at S$58.5 million as at 30 June 2017, excluding maintenance contracts.

ABOUT THE COMPANY

www.peceng.com ♦ SGX mainboard listing: August 2009

Established in 1982, PEC Ltd. (PEC or the Group) has rapidly expanded its capabilities and geographic reach to Asia and the Middle East. Today, it provides integrated project and maintenance solutions to the oil & gas, petrochemical, terminal and pharmaceutical industries.

PEC's core segments are project works and maintenance services, of which the latter offers a steady recurring income stream. The Group is one of the largest providers of maintenance services in Singapore.

With its established processes and methodologies, PEC aims to distinguish itself as an engineering specialist of choice for its global customers. One of its key strengths is its strong working relationship with clients and partners built over the years.

PEC has one of the best safety records in the industry. Backed by an experienced, knowledgeable and loyal workforce as well as a large fleet of engineering equipment, the Group has the flexibility to cross-deploy its resources as well as compete effectively for projects.

FOR FURTHER ENQUIRIES

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