

Press Release – 2nd Quarter/1st Half 2014 Results

CSE records NET PROFIT OF S\$8.0M in 2Q14

- **Revenue rises by 16.3% to S\$108.1m in 2Q14**
- **Receives new orders of S\$95.4m in 2Q14**
- **Outstanding order book of S\$194.7m at end of 2Q14**
- **Net cash position of S\$11.4m v/s S\$15.0m net debt in 2Q13**
- **Outlook: Directors optimistic of prospects in FY2014**

Singapore, 11 August 2014 – CSE Global Limited (“CSE” or the “Group”) announced today its financial results for the half year and quarter ended 30 June 2014. The Group reported first half revenue and profit after tax and non-controlling interests from continuing operations (which excludes profit from the CSE-UK divestment in December 2013) of S\$201.3 million and S\$15.6 million respectively.

For the quarter ended 30 June 2014 (“2Q14”), the Group’s revenues from continuing operations rose by 16.3% to S\$108.1 million, driven mainly by higher revenues in Asia Pacific and the Americas regions. In line with the growth in revenues, gross profit rose by 9.5% to S\$31.5 million in 2Q14 from S\$28.8 million in 2Q13. Gross profit margins for these two periods were maintained at healthy levels of 29.2% in 2Q14 and 31.0% in 2Q13 respectively.

Profit after tax and non-controlling interests from continuing operations was 6.0% lower in 2Q14 as compared to 2Q13, mainly due to higher tax expenses.

The basic earnings per ordinary share from continuing operations was 1.56 cents in 2Q14 as compared to the basic earnings per ordinary share in 2Q13 of 1.66 cents.

At the end of 2Q14, the Group retains a strong balance sheet with a healthy net cash position of S\$11.4 million as compared to net debt of S\$15.0 million at end of 2Q13.

In 2Q14, the Group continues to receive new orders from greenfield and brownfield projects, totalling S\$95.4 million. Outstanding orders from continuing operations stood at S\$194.7 million as at end of 2Q14.

Commenting on the Group’s 2Q14 performance, Mr. Lim Boon Kheng, Group CEO of CSE, said, “The recovery in offshore projects in USA and the growth in sales activities in Australia has contributed to our performance in this quarter. Our gross profit margins remain steady and our cash and balance sheet position continues to be healthy.”

On the outlook, Mr Lim added, “In 2Q14, we received a strong order intake of S\$95.4 million. We have recently announced that CSE has won two large contracts in the



Gulf of Mexico and Australia. We expect to continue securing additional greenfield and brownfield projects in the second half of this year.”

Concurrently, CSE will continue to implement measures to improve ongoing financial and operational efficiencies and effectiveness which will enable it to carry on enhancing bottom-line.

Against this background, the Directors are optimistic of its prospects for FY2014.

The Directors are also pleased to declare a tax exempt one-tier interim dividend of 1.25 cents per ordinary share. The payment of the interim dividend will be on 27 August 2014.

###end of release###

Media & Investor Contact Information:

Eddie Foo

Group Chief Financial Officer

CSE Global Limited

Tel: (65) 6512 0317, Fax: (65) 6742 9179

Email: eddie.foo@cse-global.com

About CSE Global Limited (“CSE”):

Listed on Singapore Exchange since 1999, CSE Global Limited is a global technologies company with an international presence spanning the Americas, Asia Pacific, Europe, Middle East and Africa. The Group has now more than 1,300 employees worldwide, and operates a network of 30 offices across the globe, generating more than 95 percent of its revenues outside its home market. In line with global ambitions, the Group has adopted the ISO 9001 Quality Management System as certified by Lloyd’s Register Quality Assurance (LRQA) and DNV. The CSE Group of companies has been very successful in offering cost-effective, totally integrated solutions to industries in the Automation, Telecommunications and Environmental sectors. CSE has a consistent profit track and a management that is focused on operational excellence to achieve sustainable profit growth and enhance shareholder returns.

For more information, please log onto: <http://www.cse-global.com>