

PEC LTD.
(Incorporated in the Republic of Singapore)
(Registration No. 198200079M)

INCORPORATION OF SUBSIDIARY PEC PROCESS SYSTEMS PTE. LTD.

The Board of Directors of PEC Ltd. (the "**Company**") wishes to announce that through its subsidiary, PEC International Investments Pte Ltd ("**PECII**") has incorporated a wholly owned subsidiary, PEC Process Systems Pte. Ltd. ("**PPS**") on 16 October 2020.

The principal activities of PPS are provision of Engineering, Procurement, Construction and Commissioning of Modular Process Solutions for the oil & gas, petrochemical and other allied industries.

The initial paid up capital of the new subsidiary, PPS, is S\$1.00. PPS is in the process of increasing its share capital to S\$500,000.

The incorporation of PPS is not expected to have any significant impact on the net tangible assets or earnings per share of the Company for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the matter.

By Order of the Board

Abdul Jabbar Bin Karam Din
Company Secretary
28 October 2020