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

PROFIT GUIDANCE FOR THIRD QUARTER FINANCIAL PERIOD ENDED 31 MARCH 2015

The Board of Directors (the "**Board**") of PEC Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") wishes to issue a profit guidance for the third quarter financial period ended 31 March 2015 ("**3QFY2015**").

Based on the preliminary figures, the Group is expected to record a net loss for the three months ended 31 March 2015. The weaker than expected financial performance was mainly attributable to higher costs and difficulties in the recovery of variation claims from existing and completed projects.

The information contained in this announcement is based on information currently available to the Group and a preliminary assessment of the management accounts of the Group. It is not based on any figures or information that has been audited or reviewed by the Company's auditors. Further details of the Group's performance will be disclosed when the Group releases its 3QFY2015 financial statements by 14 May 2015.

Submitted by Edna Ko Poh Thim, Executive Chairman on 5 May 2015 to the SGX-ST.