



NEWS RELEASE

NEW SILKROUTES GROUP LIMITED (“NSG”) records strong quarter-on-quarter profit growth of 46% for its second quarter ended 31 December 2019 (“2Q20”), achieving a net profit of US\$355,000.

- 2Q20 turnover of Healthcare businesses grows 7.4% from 1Q20
- Net profit margin of Healthcare businesses improves from 5.5% in 1Q20 to 9.6% in 2Q20
- Net profit of Energy business increases 40% quarter-on-quarter to US\$135,000 in 2Q20.

Results for second quarter ended 31 December 2019

US\$ ('000)	2Q FY2020	2Q FY2019	Change (%)	1H FY2020	1H FY2019	Change (%)
New Silkroutes Group Limited						
Revenue	144,123	130,147	11%	234,332	299,420	-22%
Gross Profit	4,696	4,006	17%	8,603	7,622	13%
Net Profit/(Loss) After Tax	355	22	1512%	598	(456)	N.M
Healthcare & Healthcare Consumables Division						
Revenue	8,902	3,222	176%	17,192	5,795	197%
Gross Profit	3,562	2,656	34%	6,831	4,868	40%
Net Profit After Tax	852	376	127%	1,310	389	237%
Energy Division						
Revenue	135,221	126,925	7%	217,140	293,626	-26%
Gross Profit	1,134	1,352	-16%	1,772	2,755	-36%
Net Profit After Tax	135	223	-39%	232	558	-58%

Singapore – 11 February 2020. SGX Mainboard-listed **New Silkroutes Group Limited (“NSG” or the “Company”**, and together with its subsidiaries the **“Group”**) announced today that the Group has achieved a net profit of US\$355,000 as at 31 December 2019, compared to a net profit of US\$22,000 for the same quarter last year.

The Group’s healthcare businesses registered a net profit of US\$852,000 in 2Q20, on the back of an increase in patient volumes in its primary care and dental clinics, whilst the China domestic demand for Shanghai Fengwei’s non-woven consumable material, used in the production of healthcare PPE (e.g. surgical masks), remained steady. However, the Group expects the demand for the latter to increase in the third quarter due to the ongoing spread of the 2019 novel Coronavirus and the acute shortage of

such PPE in China. Currently, Shanghai Fengwei's factory is operating at maximum capacity to cope with the demand.

The Group's energy business remains stable despite current global economic uncertainties. This is due to IEG's focus on stable trading counterparties and markets that are familiar to the company.

"We foresee a challenging third quarter in view of the socio-economic impact on many industries due to the Coronavirus pandemic," said Dr Goh Jin Hian, CEO of the Group. "However, we are also pursuing opportunities to scale quickly during this time and, if we succeed, we will create and grow sustainable value for our shareholders."

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This news release is to be read in conjunction with the Company's announcement posted on the website of the SGX-ST on 11 February 2020.

About New Silkroutes Group Limited

New Silkroutes Group (Reuters: NEWS.SI; Bloomberg: NSG SP) is a Singapore-incorporated investment holding company listed on the Mainboard of Singapore Exchange Securities Trading Ltd (SGX). The group, through its subsidiaries and associate companies, has businesses in the Healthcare and Energy/Resources sectors.