



HIAP SENG ENGINEERING LTD

(Incorporated in the Republic of Singapore)
(Company Registration No. 197100300Z)

NEWS RELEASE

HIAP SENG AND MHB SECURE MASTER SERVICE AGREEMENT FOR INTEGRATED TURNAROUND MAIN MECHANICAL & MAINTENANCE MECHANICAL STATIC FROM PETRONAS

Singapore, April 12, 2019 – Hiap Seng Engineering Ltd (“Hiap Seng” or the “Group”), a specialist integrated engineering group for the oil-and-gas, petrochemical and pharmaceutical industries, today announced that it has been awarded a Master Service Agreement for Integrated Turnaround Main Mechanical & Maintenance Mechanic Static by Petroliaam Nasional Berhad (“PETRONAS”), Malaysia’s national oil company. This is in joint venture with Malaysia Marine and Heavy Engineering Sdn Bhd (“MMHE”), a wholly-owned subsidiary of Malaysia Marine and Heavy Engineering Holdings Berhad (“MHB”).

Under this project, Hiap Seng and MMHE will be undertaking maintenance works on mechanical static equipment on all PETRONAS’ plants. The agreement is valid for a period of five years, with option to extend by PETRONAS.

On the contract award, Mr. Frankie Tan, Executive Chairman of Hiap Seng, commented, “This long-term contract marks a strong start to financial year 2020. We are delighted to have been awarded this contract by PETRONAS, a reputable player in the industry, for our first win this year.

“The contract award is a reflection of our customers’ belief in our capabilities and proven track record in delivering high quality projects on time and without compromising on safety. We will continue to look for opportunities to broaden our recurring income base and grow our order book, as we deepen our presence both locally and in the region.”

Barring any unforeseen circumstances, the Group expects a positive contribution to its earnings from the contract but does not expect any material impact on the net tangible assets or earnings per share for the current financial year ending March 31, 2020.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above contract. The Directors are also not aware of any substantial shareholders having any direct or indirect interest in the above contract and have not received any notification of interest in the above contract from any substantial shareholders.

About Hiap Seng

Established in 1971 and a Mainboard-listed company, Hiap Seng is a specialist integrated engineering group for the oil-and-gas, petrochemical and pharmaceutical industries and is one of Singapore’s leading engineering groups serving the oil-and-gas, petrochemical and pharmaceutical industries.

The Group provides engineering services covering engineering, procurement & construction (EPC) projects and plant maintenance services for the oil-and-gas, petrochemical, and pharmaceutical industries in Singapore and beyond.

The Group operates six well-equipped fabrication yards in Singapore, Thailand and UAE with a total land area of about 2.3 million sq ft and a workforce of about 1,200 well-trained and skilled employees.

About MHB

Malaysia Marine and Heavy Engineering Holdings Berhad (MHB) is a globally trusted energy industry and marine solutions provider for a wide range of heavy engineering facilities and vessels.

MHB has more than 40-year track record of delivering integrated and complex solutions, including deep water support services to international oil & gas clients. We are equally recognised for our global expertise in offshore conversion services and LNG vessel repair and dry docking. MHB also owns and operates a regional Centre of Excellence – a learning centre that produces technically expert workers for the industry.

Backed by an exceptional track record, a highly skilled workforce and world-class facilities, MHB is able to provide innovative solutions to meet the complex demands of the energy industry – safely, on time and within cost.

- Full range EPCIC services for heavy engineering construction;
- Complete conversion works in one location;
- Comprehensive marine repair, refurbishment, upgrading and life extension of vessels and rigs.

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April 12, 2019