



CHIP ENG SENG CORPORATION LTD
Co. Reg. No. 199805196H

MEDIA RELEASE

Strong uptake for Chip Eng Seng's S\$150 million fixed rate notes issue

- *Pursuant to the Group's S\$500 million multicurrency debt issuance programme*
 - *Raised proceeds to be used for general working purposes*

Singapore, 10 October 2014 – Mainboard-listed **Chip Eng Seng Corporation Ltd** (“CES” or together with its subsidiaries, the “**Group**”)(**集永成机构有限公司**), a leading Singapore-based construction and property group, announced yesterday evening that it has priced S\$150 million worth of fixed rate notes due in 2017 to be issued under its S\$500 million multicurrency debt issuance programme.

On the back of strong demand from Singapore-based investors comprising private banks, fund managers, banks and corporate bodies, final order books were in excess of S\$600 million, allowing the Group to take advantage of the strong demand to price the new issue at 4.25%, 0.25% inside of the initial price guidance.

The notes will be issued in the denomination of S\$250,000 and will have a tenor of three (3) years from their date of issue, tentatively set for 17 October 2014.

The net proceeds raised from the notes issue, after the deduction of issue expenses, will be used for general corporate purposes, including the financing of investments and general working capital expenses arising from the Group's activities.

Mr Lim Tiam Seng (**林镇成**), **Executive Chairman** of the Group, said: “**As the property market continues to soften due to global economic uncertainty, pockets of opportunity may emerge within the property and construction arenas. In order to scale up our business at such opportune times, we would require a ready amount of funds in hand. As such, though we continue to have a strong balance sheet, we have decided to raise funds in anticipation of future opportunities.**”

For the six months ended 30 June 2014, the Group continues to maintain a healthy report card with net profit remaining strong at \$40.2 million on revenue of \$321.4 million.

DBS Bank Ltd. has been appointed as the sole global coordinator for the inaugural notes issue, and together with Standard Chartered Bank, both have been appointed as the joint lead managers and joint bookrunners for the fund raising exercise.

About Chip Eng Seng Corporation Ltd

Chip Eng Seng Corporation Ltd (“Chip Eng Seng” or the “Group”) is a leading construction player in Singapore and has been listed on the Mainboard of the Singapore Exchange Securities Trading Limited (“SGX-ST”) since 1999. The Group is principally engaged in the following key business segments which comprise Construction, Property Development and Investments and Hospitality.

Founded by Executive Chairman, Mr Lim Tiam Seng, Chip Eng Seng started as a subcontractor firm for conventional landed properties back in the 1960s. However, the Group soon made its mark by making a successful foray into the public housing market in 1982 after being appointed as the main contractor in its first Housing and Development Board (“HDB”) project.

Today, backed by more than 30 years of experience, Chip Eng Seng has earned itself a strong reputation and track record in the construction industry. In particular, the Group’s proven capabilities in design-and-build projects have established Chip Eng Seng as a leading main contractor for public and private construction projects alike.

The Group’s construction business is undertaken by Chip Eng Seng Contractors (1988) Pte Ltd (“CESC”) and CES Engineering & Construction Pte Ltd (“CESE”) while CEL Development Pte Ltd (“CEL”) oversees its property investment and development division.

For more information about Chip Eng Seng Corporation Ltd, please visit www.chipengseng.com

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