AWARD OF CONTRACT TO CONSTRUCT BIOSOLIDS TREATMENT AND BIOGAS HANDLING FACILITIES FOR TUAS WATER RECLAMATION PLANT

The Board of Directors of Chip Eng Seng Corporation Ltd (the "Company") is pleased to announce that the Company's wholly-owned subsidiary, Sembcorp Design and Construction Pte. Ltd. ("CES_SDC"), has been awarded the Tuas Water Reclamation Plant Contract 4A — Biosolids and Digesters ("Contract") by the PUB, Singapore's National Water Agency, to construct the biosolids treatment and biogas handling facilities (the "Facilities") for the Tuas Water Reclamation Plant, as part of the Deep Tunnel Sewerage System Phase 2 project. The value of the Contract is approximately \$\$433 million.

The works under the Contract (the "**Works**") include the construction of biosolids building and digesters, the supply and installation of biosolids treatment and biogas handling equipment, and the testing and commissioning of the Facilities. The Contract also requires CES_SDC to operate and maintain the Facilities for one year after completion of the Works.

Completion of the Works is slated for 2025.

The Contract is expected to contribute positively to the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2020.

None of the Directors and to the best knowledge of the Directors, none of the substantial shareholders or controlling shareholders of the Company, has any direct or indirect interest in the Contract.

Submitted by Chia Lee Meng Raymond, Executive Director and Group Chief Executive Officer on 26 March 2020 to the SGX-ST.