

MEDIA RELEASE

For immediate release

Acromec steps up diversification strategy with renewable energy 80%-owned subsidiary Acropower and expansion into Indonesia with 67%-owned subsidiary Acromec Trading Indonesia

- Move into renewable energy sector with the incorporation of Acropower Pte. Ltd. , an 80:20 venture with Malaysia's Green Energy Resources (M) Sdn Bhd, pursuant to the MOU signed in February 2018
- Incorporation of PT Acromec Trading Indonesia, allowing ACROMECC to provide its engineering products and solutions to customers in ASEAN's biggest economy, in line with its future plans to expand beyond its current presence in Singapore, first disclosed in its Offer Document dated 6 April 2016

SINGAPORE, 13 MARCH 2018 - ACROMECC Limited ("**ACROMECC**", or the "**Company**" and together with its subsidiaries, the "**Group**") today announced that it has incorporated two companies to carry out its diversification strategy into the renewable energy sector and its expansion into Indonesia, ASEAN's biggest economy.

The setting up of Acropower Pte. Ltd. ("**Acropower**"), an 80:20 venture with Malaysian green energy specialist, Green Energy Resources (M) Sdn Bhd ("**GER**"), gives ACROMECC an opportunity to tap on its core expertise and experience to provide sustainable energy solutions to the renewable energy sector.

The incorporation of Acropower represents the Group's next move towards the renewable energy sector, after both parties had signed a Memorandum of Understanding ("**MOU**") in early February to explore opportunities in the renewable energy sector. Both ACROMECC and GER, pursuant to the MOU, will commit manpower and other resources to explore opportunities for Acropower to work on projects related to electricity generation using sustainable feedstock, possibly on a build-own-operate basis (the "**Projects**").

Renewable energy plants require precision control of variables such as temperature and moisture levels. ACROMECC will contribute its expertise in controlled environments engineering while GER will contribute its expertise in green technologies.

In Indonesia, ACROMECC will provide engineering products and solutions through PT Acromec Trading Indonesia ("**Acromec Indonesia**"), including those with high-specification Biosafety level 3 classification, to customers in ASEAN's biggest economy. Indonesia is the Group's first step into expanding in South East Asia. The Group will continue to explore opportunities into other countries in the region.

Mr Lim Say Chin, Executive Chairman and Managing Director of ACROMECC, said: "Even as we continue to grow ACROMECC organically, the two ventures reaffirm our focus to expand our business by diversifying and expanding our geographic footprint and solutions range, through acquisitions,

joint ventures or strategic alliances, with partners who can create synergy with ACROMECC's existing businesses."

The Projects are subject to, amongst other things, the execution of the definitive agreements in relation to the above and there is no certainty or assurance that the definitive agreements will be entered into or that the Projects will take place. The Company will make the necessary announcements as and when there are material developments to the above matter and other matters contained in this media release.

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About ACROMECC Limited (SGX Stock Code: 1CH1)

ACROMECC is an established specialist engineering services provider with 20 years of experience in the field of controlled environments. The Group has over the years acquired expertise in the design and construction of facilities requiring controlled environments such as laboratories, medical and sterile facilities and cleanrooms.

ACROMECC's business is divided into two main business segments: (i) Engineering, procurement and construction services, specialising in architectural, and mechanical, electrical and process works within controlled environments; and (ii) Maintenance and repair services of facilities and equipment of controlled environments and their supporting infrastructure.

The Group mainly serves the healthcare, biomedical, pharmaceutical, research and academia, and electronics sectors. ACROMECC counts amongst its customers, hospitals and medical centres, government agencies, research and development companies or agencies, research and development units of multinational corporations, tertiary educational institutions, pharmaceutical companies, semiconductor manufacturing companies, and multinational engineering companies. For more information, please visit www.acromec.com.

Media and Analyst Contacts:

Acromec Limited
Mr Jerry Tan
Chief Financial Officer
Tel: +65 6415 0574
Email: jerry.tan@acromec.com

Waterbrooks Consultant Pte Ltd
Mr Ng Tian Khean
Mobile: +6596402808
Email: tk@waterbrooks.com.sg

This media release has been prepared by ACROMECC and its contents have been reviewed by the Company's sponsor, SAC Capital Private Limited (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this media release.

This media release has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this media release, including the correctness of any of the statements or opinions made or reports contained in this media release.

The contact person for the Sponsor is Ms Alicia Sun (Telephone: +65 6532 3829) at 1 Robinson Road #21- 02 AIA Tower, Singapore 048542.