

(Company Registration Number: 200603337G) (Incorporated in the Republic of Singapore on 9 March 2006)

ANNOUNCEMENT - KIM SENG HENG ENGINEERING CONSTRUCTION (PTE) LTD AWARDED A CONTRACT FROM MINISTRY OF EDUCATION SINGAPORE

Further to the Company's announcement made on 4 March 2011, the Board of Directors of the Company wishes to announce that the new project awarded to its wholly-owned subsidiary, Kim Seng Heng Engineering Construction (Pte) Ltd for the proposed construction of one new primary school at Punggol Site 18 along Punggol Place and one new primary school at Sengkang Site 12A along Anchorvale Link is not expected to have a material impact on the Group's net tangible assets or earnings per share for the financial year ending 31 March 2011.

None of the Directors of the Company has any direct or indirect interests in the above transaction save for their shareholdings in the Company.

BY ORDER OF THE BOARD

Choo Chee Onn Executive Chairman and Managing Director 8 March 2011