



MEDIA STATEMENT

Soilbuild Construction posts 3QFY2015 net profit of S\$3.0 mil

- **Remained profitable for 3QFY2015 despite challenging operating environment**
- **Stable order book of S\$701.1 mil, to be recognised over next 24 months**

Singapore, 30 October 2015 – Soilbuild Construction Group Ltd. (the “Group” or “Soilbuild”), today reported that it has achieved a net profit of S\$3.0 million for the third quarter ended 30 September 2015 (“3QFY2015”).

Financial Highlights S\$'000	3QFY2015	3QFY2014	Change (%)
Revenue	78,203	62,213	25.7
Gross Profit	6,230	6,605	(5.7)
Net Profit	3,027	4,026	(24.8)
Gross Profit Margin	8.0%	10.6%	(2.6%)

Financial Review

The Group recorded higher revenue during 3QFY2015 due to the progressive revenue contributions from certain projects, which included Jalan Lam Huat project (multiple-user general industrial development at 60 Jalan Lam Huat), Xin Ming Hua project (industrial development at Tuas Crescent), Ang Mo Kio HDB project (public housing development at Ang Mo Kio Avenue 3/Street 51) and Yishun HDB project (public housing development at Yishun Avenue 4/Yishun Ring Road).

The Group’s gross profit decreased by 5.7% in 3QFY2015 due mainly to revenue mix as higher revenue were recognised on projects where gross profit margins are relatively lower. As a result, the Group’s net profit declined by 24.8% to S\$3.0 million in 3QFY2015.

“The Group is pleased to report a higher revenue for 3QFY2015 which was achieved through the progressive completion of our current construction projects that were secured in the past 2 years. The awards of 2 civil works projects from Land Transport Authority to the Group recently are encouraging as it marks the Group’s effort to broaden our services offered to our customers. We will continue to invest in technology to improve our productivities and operation efficiency.”

Mr Ho Toon Bah
Executive Director of Soilbuild Construction Group

Outlook

Based on advance estimates released by the Ministry of Trade and Industry Singapore on 14 October 2015, the Singapore economy grew by 1.4% on a year-on-year (“yoy”) basis in the third quarter of 2015, compared to 2.0% in the preceding quarter. The construction sector grew by 1.6% on a yoy basis, a slower growth when compared with 2.0% growth in the preceding quarter. The slower growth in the construction sector was due to weaker private sector construction activities.

The Group’s order book as at 30 September 2015 amounted to S\$701.1 million, which the Group expects to complete substantially in the next 24 months.

The End

About Soilbuild Construction Group Ltd.:

Soilbuild Construction is a general construction company with over 39 years of experience during which the Group has handled a wide range of projects, from residential buildings to conservation houses, schools, churches, industrial buildings and business parks. Soil-Build (Pte.) Ltd. (Soil-Build), a subsidiary of the Group, is graded A1 by Singapore’s Building and Construction Authority, and has acted as the main contractor for projects which have won architectural and environmental awards over the years.

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