

PRESS RELEASE

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Sin Heng's IPO well-received by institutional and retail investors

- *IPO is approximately 2.1 times subscribed*
- *Over-allotment of 16,800,000 Additional Shares under the Placement due to strong demand*
 - *Debuts on the Main Board of the SGX-ST on 3 February 2010*

SINGAPORE – 2 February 2010 – Sin Heng Heavy Machinery Limited, (“Sin Heng” and, together with its subsidiaries “the Group”), one of the leading heavy lifting service providers in Singapore focusing on the mid-to-high lifting capacity segment with customers in the infrastructure and geotechnic, construction, offshore and marine, as well as oil and gas industries, today announced that its initial public offering (“IPO”) was well-received by institutional investors and the Singapore public.

As at the close of the public offer at 12 noon on 1 February 2010, there were 2,515 valid applications received for the 9,600,000 Offer Shares. In total, these applicants applied for an aggregate of 191,085,000 Offer Shares, with application monies received amounting to approximately S\$49.7 million.

Based on the 168,000,000 Invitation Shares and total valid applications for an aggregate of 349,304,000 Invitation Shares (comprising valid applications received for 191,085,000 Offer Shares, 141,419,000 Placement Shares and 16,800,000 Reserved Shares), the Invitation was approximately 2.1 times subscribed.

In connection with the Invitation, DBS Bank Ltd. has over-allotted 16,800,000 Additional Shares, all of which were allocated under the Placement.

Commenting on the positive response to the IPO, Mr Don Tan, Managing Director of Sin Heng, said, “We are delighted with the interest shown by the institutional and retail investors in our IPO, and warmly welcome them onboard as Sin Heng’s new shareholders. We are heartened that our new shareholders recognize our investment merits and our leadership position in the infrastructure and geotechnic sectors.”

“Since our establishment in 1969, Sin Heng has grown rapidly to become one of leading heaving lifting service providers in Singapore. With macro-economic factors continuing to augur well for both the public and private sector construction industry and our Group, we intend to further enhance our comprehensive fleet of cranes and aerial lifts to secure more projects in the infrastructure and geotechnic sectors and maximize the returns on our assets, and consequently deliver greater returns to our shareholders,” added Mr Tan.

Trading of Sin Heng’s shares on the Main Board of the Singapore Exchange Securities Trading Limited (“SGX-ST”) is expected to commence at 9 a.m. on 3 February 2010.

DBS Bank Ltd. is the Joint Issue Manager, Underwriter and Placement Agent and Stirling Coleman Capital Limited is the Joint Issue Manager for Sin Heng’s listing on the SGX-ST.

Use of Proceeds

Sin Heng intends to use the net proceeds of approximately S\$21.6 million for the following purposes:

- approximately S\$10.0 million to renew and expand equipment rental fleet in Singapore;
- approximately S\$5.0 million to expand equipment rental fleets in Malaysia and Vietnam;
- approximately S\$2.0 million to fund potential acquisitions, joint ventures and/or strategic alliances; and
- approximately S\$4.6 million for general working capital.

About Sin Heng Heavy Machinery Limited

Sin Heng, a third place winner in the 2009 Enterprise 50 Awards, has grown significantly over the past 40 years to become one of the leading heavy lifting service providers in Singapore with a focus on the mid-to-high lifting capacity segment.

The Group has participated in major infrastructure and geotechnic projects in Singapore, including the Newton Circle flyover - one of Singapore's first dual carriage flyovers, Ayer Rajah Expressway, Central Expressway in the 1980s; Pan-Island Expressway and reclamation of Jurong Island in the 1990s; and Sentosa Light Rail System, Singapore Flyer and Changi Airport Terminal 3 from year 2000 onwards. The Group is currently involved in prominent projects such as Marina Bay Integrated Resort, Resorts World at Sentosa, Marina Bay Financial Centre and the Marina Coastal Expressway.

Sin Heng is strategically focused on higher lifting capacity cranes that can undertake larger projects. As at 30 June 2009, the Group owns a fleet of 67 cranes with a combined lifting capacity of 7,662 tons as compared with 58 units with a combined lifting capacity of 4,703 tons as at 30 June 2007. This translates to an average lifting capacity of 81 tons/crane as at 30 June 2007 to 114 tons/crane as at 30 June 2009, representing an increase of approximately 40.7%. As at 15 December 2009, the Group owns a fleet of 88 cranes with a combined lifting capacity of more than 9,500 tons.

The Group made its foray into the aerial lift business in 1996 and has since grown the business to an aerial lift fleet size of 213 units as at 15 December 2009, with access heights of up to 45.7 metres. The comprehensive fleet of cranes and aerial lift enables the Group to offer a more complete and integrated range of lifting solutions and hence, cater to the requirements of a wider customer base.

The Group's two core business segments – equipment rental and trading – complement each other, whereby the trading business provides Sin Heng with an avenue to renew its equipment rental fleet while its existing equipment rental fleet can be traded and sold to customers. Through its long operating history, Sin Heng has also built up an extensive network of suppliers to source for good working condition equipment at competitive prices and a wide customer base across various industries worldwide spanning USA, Europe, the Middle East, Asia, Australia and Africa.

Between FY2007 and FY2009, Sin Heng's revenue rose at a compounded annual growth rate ("CAGR") of 28.7% from S\$82.7 million to S\$137.0 million in FY2009. Net profit grew from S\$9.2 million in FY2007 to S\$22.0 million in FY2009, representing a CAGR of 54.8% and net profit margin had increased steadily from 11.1% in FY2007 to 16.0% in FY2009.

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This press release is for information purposes only and does not constitute an offer, invitation or solicitation to purchase or subscribe for the Invitation Shares in Singapore or any other jurisdiction nor should it or any part of it form the basis of, or be relied upon in any connection with, any contract or commitment whatsoever. The information in this press release is qualified in its entirety by, and is subject to, the more detailed information set out in the final prospectus registered by Sin Heng Heavy Machinery Limited with the Monetary Authority of Singapore (the "Final Prospectus") on 25 January 2010.

An electronic copy of the Final Prospectus is also available on the Singapore Exchange Securities Trading Limited's website at <http://www.sgx.com> and the Monetary Authority of Singapore's OPERA website at <http://masnet.mas.gov.sg/opera/sdrprosp.nsf>.

Terms used but not defined in this press release shall have the meanings given to them in the Final Prospectus.