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BENG SOON MACHINERY HOLDINGS LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock Code: 1987)

POSITIVE PROFIT ALERT

This announcement is made by Beng Soon Machinery Holdings Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) pursuant to Rule 13.09(2)(a) of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors of the Company (the “**Board**”) wishes to inform the shareholders of the Company and potential investors that, based on the information currently available to the Company and a preliminary assessment by the Board on the unaudited consolidated management accounts of the Group for the year ended 31 December 2021, the Group expects to record a significant increase in profit after income tax to approximately S\$30,000, as compared to a loss after income tax of approximately S\$12.0 million for the corresponding period in 2020. The Board considers that such decrease in loss is mainly due to (i) the increase in revenue with the recovery of the construction market in Singapore and the resulting gradual increase in the demand for the Group’s services; and (ii) a decrease in the cost of sales as a result of cost reduction measures taken by the Group in response to the COVID-19 pandemic including but not limited to streamlining the workforce of the Group.

As at the date of this announcement, the Company is still in the process of finalising the financial results of the Group for the year ended 31 December 2021. The information contained in this announcement is only a preliminary assessment by the Board based on the information currently available to the Company and the unaudited consolidated management accounts of the Group, which have not been finalised nor reviewed by the auditors and audit committee of the Company and is subject to adjustments.

Shareholders and potential investors should read the annual results for the year ended 31 December 2021 of the Group carefully, which are expected to be announced on or before 31 March 2022 in accordance with the Listing Rules.

Shareholders and potential investors are advised to exercise caution when dealing in the shares of the Company.

By Order of the Board
BENG SOON MACHINERY HOLDINGS LIMITED
TAN CHEE BENG
Chairman and Chief Executive Officer

Hong Kong, 15 March 2022

As at the date of this announcement, the Company's Board of Directors comprises the following members: (a) Mr. Tan Chee Beng (who is also the Chairman and Chief Executive Officer of the Company), Mr. Tan Wei Leong, Ms. Tang Ling Ling, Mr. Cheung Kam Fai and Mr. Ngan Kin Fung as Executive Directors; and (b) Mr. Wee Chorng Kien, Mr. Leung Kee Wai and Mr. Leung Yau Wan John as Independent Non-executive Directors.