



OILTEK INTERNATIONAL LIMITED
(Company Registration Number: 202109778W)
(Incorporated in the Republic of Singapore)

**CLARIFICATION TO KOH BROTHERS ECO ENGINEERING LIMITED'S PROFIT GUIDANCE
ANNOUNCEMENT ON ITS UNAUDITED FINANCIAL RESULTS FOR THE
SIX MONTHS ENDED 30 JUNE 2023**

Reference is made to the profit guidance issued by Koh Brothers Eco Engineering Limited ("KBE") on 28 July 2023 wherein KBE is expecting to report a net loss for the six months ended 30 June 2023 ("1H2023").

Based on KBE's announcement, the net loss was mainly due to lower revenue recognised from both the Engineering and Construction segment and the Bio-Refinery and Renewable Energy segment, increase in materials, labour, subcontractor and finance costs, and finalisation of project accounts.

The Board of Directors of Oiltek International Limited ("**Oiltek**", the "**Company**" and together with its subsidiaries, the "**Group**") refers to the unaudited financial statements of the Company and the Group for 1H2023 announced on SGXNet on 31 July 2023. Whilst the Company reported a 5.7% decline in revenue to RM76.7 million in 1H2023 as compared to the six months ended 30 June 2022 ("**1H2022**"), it registered a 30.3% increase in profit before tax to approximately RM9.5 million, and a 44.5% increase in profit after tax to approximately RM6.9 million.

Based on KBE's annual report for the financial year ended 31 December 2022, KBE holds an effective equity interest of 68.14% in Oiltek. Although Oiltek is a subsidiary of KBE and is operating in KBE's Bio-Refinery and Renewable Energy segment, the Board would like to clarify that at the operating level, the Company did not contribute to the net loss of KBE.

BY ORDER OF THE BOARD

Mr. Yong Khai Weng
Executive Director and Chief Executive Officer

31 July 2023

This announcement has been reviewed by the Company's sponsor, SAC Capital Private Limited (the "**Sponsor**"). This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited ("**SGX-ST**") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Audrey Mok (Telephone: +65 6232 3210) at 1 Robinson Road, #21-00 AIA Tower, Singapore 048542.