

MEDIA RELEASE

For immediate release

ACROMECC teams up with strategic partner in renewable energy business

- **JVCo will be involved in a project with an investment value of S\$10 million**

SINGAPORE, 10 September 2020 - Acromec Limited (“**ACROMECC**”, or the “**Company**” and together with its subsidiary, the “**Group**”), an established specialist engineering service provider in the field of controlled environments serving mainly the healthcare, biomedical, pharmaceutical, research and academia sectors, today announced that its 80%-owned subsidiary, Acropower Pte Ltd (“**Acropower**”), has entered into various agreements with a strategic partner, Nutara Investment Pte Ltd (“**Nutara**”) to formalise a joint venture to build-own-operate its waste-to-energy plant at 150 Neo Tiew Road. The joint venture would be implemented through Neo Tiew Power Pte. Ltd. (the “**JVCo**”).

The JVCo was incorporated in February 2020 to carry out the May 2019 agreement between Acropower and Chew’s Agriculture Pte Ltd (“**Chew’s Agriculture**”) to build, own and operate a waste-to-energy plant at Chew’s Agriculture’s new poultry farm at Neo Tiew Road. The waste-to-energy plant will process and convert waste from the farm into biogas for use in generating electricity, which will then be supplied back to the farm at agreed prices (the “**Project**”). The earlier agreement between Chew’s Agriculture and Acropower has been novated to the JVCo on 16 June 2020.

Nutara is a Singapore-incorporated investment holdings company comprising private investors. It has other investments in companies with experience in providing turnkey solutions to its customers in the field of process plants and facilities, environmental technology systems as well as composite process equipment.

Through the agreements, Nutara agrees to co-finance the Project, which has an estimated investment value of S\$10 million. Nutara will be investing in the JVCo, contributing S\$1.3 million for a 30% stake in the JVCo, while Acropower will hold the remaining 70% equity interest based on its own investment of S\$1.0 million. Additionally, Acropower and Nutara will provide Neo Tiew Power with shareholders loans of up to S\$5.0 million and S\$2.7 million respectively.

Said Mr Lim Say Chin, Executive Chairman and Managing Director of ACROMECC, “Acropower is excited to be partnering with Nutara in this Project. With our combined resources and expertise, we are hopeful that this marks the start of a rewarding long-term partnership in the field of green technology and

sustainable energy. We are also deeply encouraged by Nutara's willingness to invest, which we believe speaks to its confidence in the viability of the project."

Mr Lim added, "This is yet another milestone in ACROMEC's renewable energy business. We are riding on the global trend which sees the world moving towards increased reliance on renewable energy sources, and we are confident that this sector is ripe with potential. We will continue to explore opportunities in this arena, harnessing our expertise in specialist engineering and channelling it into delivering renewable energy solutions."

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This press release is to be read in conjunction with the Company's announcement posted on the SGX website on 10 September 2020.

About Acromec Limited (SGX Stock Code: 1CH1)

ACROMECC is an established specialist engineering services provider with more than 20 years of experience in the field of controlled environments. The Group has over the years acquired expertise in the design and construction of facilities requiring controlled environments such as laboratories, medical and sterile facilities and cleanrooms.

ACROMECC's business is divided into two main business segments: (i) Engineering, procurement and construction services, specialising in architectural, and mechanical, electrical and process works within controlled environments; and (ii) Maintenance and repair services of facilities and equipment of controlled environments and their supporting infrastructure.

The Group mainly serves the healthcare, biomedical, pharmaceutical, research and academia, and electronics sectors. ACROMECC counts amongst its customers, hospitals and medical centres, government agencies, research and development companies or agencies, research and development units of multinational corporations, tertiary educational institutions, pharmaceutical companies, semiconductor manufacturing companies, and multinational engineering companies. For more information, please visit www.acromec.com.

The Group has expanded and diversified its core business to include the renewable energy business following the approval by shareholders at an extraordinary general meeting held on 4 July 2019. The renewable energy business segment includes but not limited to the building, owning and operating of power plants involving the generation of electricity using sustainable sources.

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*This media release has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

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