

To: Business Editors

[For Immediate Release]



現恆建築控股有限公司
IN CONSTRUCTION HOLDINGS LIMITED

PUBLIC OFFER OPENS TOMORROW
OFFER PRICE RANGING BETWEEN HK\$0.4 AND HK\$0.8 PER SHARE
RAISING UP TO HK\$184 MILLION

(Hong Kong, 30 March 2015) - **In Construction Holdings Limited** (“**In Construction**” or the “Company”, together with its subsidiaries, the “Group”, **stock code: 1500**), an established contractor in the foundation industry in Hong Kong, today announced the proposed listing on the Main Board of The Stock Exchange of Hong Kong Limited (“SEHK”).

In Construction plans to offer an aggregate of 200 million offer shares (“Offer Shares”) under the Public Offer and the Placing, of which 180 million shares (subject to adjustment and adjustment options), representing 90% of the Offer Shares, will be offered by way of placing that consists of 140 million of New Shares and 40 million of Sales Share, and the remaining 20 million shares (subject to adjustment options), or 10% of the Offer Shares, will be offered under the Hong Kong public offer (“Public Offer”). The offer price (“Offer Price”) will range between HK\$0.4 and HK\$0.8 per Offer Share, raising up to HK\$184 million (after over allotment option).

The Public Offer will open at 9:00 a.m. on 31 March 2015 (Tuesday) and close at 12:00 noon on 9 April 2015 (Thursday). Dealing in the shares on the Main Board of SEHK will commence on 16 April 2015 (Thursday) under the stock code 1500. Shares will be traded in board lots of 5,000 shares each.

Assuming an Offer Price of HK\$0.6 per Offer Share, which would be the mid-point of the suggested range, the aggregate net proceeds raised from the Share Offer will be approximately HK\$72.4 million. The Group intends to use approximately 55% or HK\$39.8 million for the issue of surety bonds for future projects; 20% or HK\$14.5 million to acquire additional machinery and equipment for the Group’s foundation works, including four sets of crawler cranes in the next three years; 15% or HK\$10.9 million to hire additional staff in the next three years; and the remaining 10% or approximately HK\$7.2 million of the net proceeds will be used as general working capital of the Group.

Oriental Patron Asia Limited is the Sole Sponsor, and Oriental Patron Securities Limited is the Sole Bookrunner and Sole Lead Manager of the proposed listing.

In Construction is a registered specialist contractor in the categories of foundation, demolition, site formation and ground investigation field works and a registered general building contractor with the Buildings Department and is also on the list of approved suppliers of materials and specialist contractors of the Development Bureau for public works in the category of land piling (Group II). The Group is engaged in private sector foundation projects in Hong Kong, with customers including property developers, construction companies and institutions such as not-for-profit organisation and educational institutions.

With over 18 years of extensive experience in the construction industry, the Group has established reputation and developed long-term relationships with customers. According to the Ipsos Report, the Group ranked the 9th in the foundation industry in Hong Kong in terms of turnover in 2013.

In Construction's management team possesses extensive experience and technical know-how. Each of the executive directors has more than 20 years of experience respectively in the Hong Kong construction industry. This equips the Group with the capability to provide alternative design proposals to capture opportunities across a range of foundation and associated works, and obtain "design and build" contracts which offer higher profit margin.

For the years ended 31 March 2012, 2013 and 2014 and the six months ended 30 September 2014, the Group recorded turnover of approximately HK\$365.9 million, HK\$468.1 million, HK\$381.8 million and HK\$185.2 million, respectively.

Mr. LAU Pak Man, Chairman, Chief Executive Officer, Executive Director and General Manager of the Group, stated, "We plan to expand our capacity to capture more business opportunities and enhance our competitiveness by the proposed listing. Leveraging on the Group's experience, established reputation and long-term relationship with major customers, we believed that the Group will benefit from the increased demand for residential housing and commercial and industrial property construction in future by securing more contracts. We will continue to focus on 'design and build' contracts to achieve greater profitability, maximizing the returns for shareholders."

- End -



Photo 1: In Construction today announces the proposed listing on the Main Board of SEHK. The photo shows the management of the Group and the Sole Sponsor (From left: Mr. CHENG Wing Cheong, Executive Director & Director - Construction; Ms. KWAN Kit Sum, Kit, Executive Director & Director - Operations; Mr. LAU Pak Man, Chairman, Chief Executive Officer, Executive Director & General Manager and Mr. CHOW Chun To, Financial Controller & Company Secretary of the Group; Mr. Karlson CHAN, Director of Corporate Finance of Oriental Patron Asia Limited).

About In Construction Holdings Limited (stock code: 1500)

In Construction Holdings Limited is an established contractor in the foundation industry in Hong Kong. The Group is primarily engaged in foundation works and associated works including demolition works, site formation works, ground investigation field works and general building works for local customers in the private sector. Its customers include property developers, construction companies, not-for-profit organizations and educational institutions in Hong Kong.

Share offering summary:

Number of Offer Shares	:	200,000,000 Share (subject to adjustment options)
Number of Public Offer Shares	:	20,000,000 Shares (subject to adjustment)
Number of Placing Shares	:	140,000,000 New Shares and 40,000,000 Sale Shares (subject to adjustment and the Over-allotment Option)
Price Range	:	HK\$0.4 to HK\$0.8 per Offer Share
Board Lot	:	5,000 Shares
Price per Board Lot	:	HK\$3,000 (based on the mid-point of the proposed Offer Price range)
Hong Kong Public Offer Begins	:	9:00 a.m., 31 March 2015 (Tuesday)
Hong Kong Public Offer Ends	:	12:00 noon, 9 April 2015 (Thursday)
Announcement of Allotment Results	:	15 April 2015 (Wednesday)
Expected Listing Date	:	16 April 2015 (Thursday)
Stock Code	:	1500

Use of proceeds:

The Group estimates that it will receive aggregate net proceeds of HK\$72.4 million from the Share Offer (after deducting underwriting fees and estimated total expenses paid and payable by the Company in connection thereto), assuming that the Adjustment Options are not exercised and assuming the Offer Price of HK\$0.6 per Offer Share, being the mid-point of the proposed Offer Price range of HK\$0.4 to HK\$0.8 per Offer Share. The Group intends to use the proceeds in the amounts set out below:

Use of Proceeds	Amount (HK\$ million)	As a Percentage of Net Proceeds
Issue of surety bonds for future projects	39.8	55%
Acquisition of additional machinery and equipment for the Group's foundation works, including four sets of crawler cranes in the next three years	14.5	20%
Hiring of additional staff in the next three years to increase the Group's capacity to cope with expected business growth	10.9	15%
General working capital	7.2	10%

Financial highlights:

(HK\$ thousand)	For the year ended 31 March			For the six months ended 30 September
	2012	2013	2014	2014
Turnover	365,909	468,117	381,750	185,200
Gross profit	77,968	102,584	82,558	34,073
Gross profit margin	21.3%	21.9%	21.6%	18.4%
Profit and total comprehensive income	58,845	79,301	60,977	22,105
Net profit margin	16.1%	16.9%	16.0%	11.9%

Issued by **PR ASIA Consultants Limited** on behalf of **In Construction Holdings Limited**.

For enquiries, please contact:

CHOW Tsz Lung / Natalie YUNG / Maggie HUI / Ruby YEUNG /

Tel: (852) 3183 0232 / 3183 0243 / 3183 0233 / 3183 0236

Fax: (852) 2583 9138

E-mail: tl.chow@prasia.net / natalie.yung@prasia.net / maggie.hui@prasia.net / ruby.yeung@prasia.net