



CHIP ENG SENG CORPORATION LTD.

Co. Reg. No. 199805196H

INCORPORATION OF SUBSIDIARY, CES-PRECAST SDN. BHD.

The Board of Directors of Chip Eng Seng Corporation Ltd (the 'Company') wishes to announce that CES-Precast Pte. Ltd. ("CESP-PL") has incorporated a wholly-owned subsidiary, CES-Precast Sdn. Bhd. ("CESP-SB"), in Malaysia.

The principal activity of CES-Precast Sdn. Bhd. is the production and trading of precast concrete components.

The Company further wishes to announce that CESP-SB has been granted an option to purchase an industrial land measuring approximately 11.91 acres in Senai Industrial Park, Johor, Malaysia. The sales and purchase of the land is conditional upon the completion of certain terms and conditions in the option granted.

The above transaction is not expected to have any material impact on the earnings per share or the net tangible assets per share for the financial year ending 31 December 2010.

None of the Directors and, to the best knowledge of the Directors, none of the substantial shareholders or controlling shareholders of Company and CES-Precast Pte. Ltd., has any interest, direct or indirect, in the aforesaid transaction.

Submitted by Chia Lee Meng Raymond, Group Chief Executive Officer on 28 April 2010 to the SGX.