

Company Announcement



Boustead Singapore Limited
(Co. Reg. No. 197501036K)

63 Ubi Avenue 1, #06-01
Boustead House
Singapore 408937

INCORPORATION OF TWO OVERSEAS SUBSIDIARIES

Singapore, 25 February 2002

The Board of Directors of Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that to enhance Boustead's global presence and to build a niche market for its direct-fired process heater business in the Americas, two new subsidiaries have been incorporated: Boustead International Heaters Inc ("BIH") in Delaware, US, and Boustead International Heaters de Brasil Ltda ("BIHB").

BIH has an authorised share capital, and issued and paid-up capital of US\$1,000 divided into 1,000 common stock of US\$1 each. BIHB has an authorised share capital, and issued and paid-up capital of 10,000 Real divided into 10,000 shares of 1 Real each.