

Company Announcement



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

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

QUERY REGARDING TRADING ACTIVITY

Singapore, 25 August 2003

The Board of Directors of Boustead Singapore Limited (the "Company") refers to the query from the Singapore Exchange Securities Trading Limited ("SGX-ST") regarding the substantial increase in the price of the Company's securities today and wishes to respond as follows:

Question 1: Are you aware of any information not previously announced concerning you (the issuer), your subsidiaries or associated companies which, if known, might explain the trading?

The Company is not aware of any information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might explain the trading, or of any other possible explanation for the trading.

Question 2: Are you aware of any other possible explanation for the trading?

The Company recognises that its subsidiaries in its core engineering business are constantly engaged in discussions and negotiations with various parties on prospective new contracts. However, the Company is of the view that it is generally too premature to announce details regarding any such discussions or negotiations while they are in progress as there is no assurance that they will result in any definitive agreements. Announcements will only be made at the appropriate time when definitive agreements of significant contractual sum have been reached.

Question 3: Can you confirm your compliance with the listing rules and, in particular, listing rule 703?

The Company confirms it is in compliance with the listing rules of SGX-XT and, in particular, listing rule 703.

By Order of the Board

Alvin Kok
Company Secretary