



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

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

BOUSTEAD INTERNATIONAL HEATERS SECURES S\$9.5 MILLION IN CONTRACTS FROM OIL & GAS SECTOR

Singapore, 7 June 2005

Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that the Company's 90%-owned UK-based subsidiary, Boustead International Heaters Limited ("BIH"), has secured contracts in Western Africa and the UK valued at approximately S\$9.5 million. The contracts are expected to be completed within the current financial year ending 31 March 2006.

The new contracts include the design and supply of:

- ▶ A hot oil heater to one of the world's leading multinational oil & gas companies, for a site in Western Africa; and
- ▶ A reboiler heater to a global EPC (Engineering, Procurement and Construction) corporation, for a site in the UK.

Mr Wong Fong Fui, the Chairman and Group Chief Executive Officer of Boustead said, "Our efforts in strengthening our business presence in Western Africa have paid off with this second contract awarded to BIH within the last six months. We will continue to build on this early success to expand our energy-related engineering services in Western Africa, along with other oil-rich regions of the world."

BIH is a leading global specialist in the design, supply, installation and refurbishment of direct-fired process heaters, waste heat recovery units including gas skids and burner management systems, and associated equipment to the oil, gas and petrochemical industries. Collectively, the BIH management team has over 250 years of experience with fired process heater systems.

Mr Wong added, "Downstream processes such as refining in the oil, gas and petrochemical industries are beginning to feel the full ripple effects of the booming expansion in upstream exploration and production activities. We believe that BIH is well positioned to capitalise on the growing business opportunities that will present themselves in the near future."

The above contracts are expected to have a positive material impact on the profitability and earnings per share of the Company for the current financial year ending 31 March 2006. However, the contracts are not expected to have a material impact on the net asset value per share of the Company for the current financial year.

None of the Directors or controlling shareholders of the Company has any interest, direct or indirect, in the above contracts.