

Company Announcement



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

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Singapore 408937

INVESTMENT IN PT CITRA TIRTA MATARAM

Singapore, 1 July 2005

Further to our announcements dated 5 July 2004 and 15 January 2005, the Board of Directors of Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that the Company has received approval from the Ministry of Justice in Indonesia for its 51% equity investment in PT Citra Tirta Mataram ("Citra"), a company incorporated in Indonesia.

The principal activity of Citra is to engage in the operation of clean water supply in the province of Yogyakarta, Indonesia. Its authorised and issued share capital is Rp110,400,000,000 divided into 110,400 shares of Rp1,000,000 each. Boustead's 51% equity interest in the capital of Citra comprises Rp56,304,000,000 divided into 56,304 shares of Rp1,000,000 each.

The above transaction is not expected to have a material impact on the Group's earnings per share or net asset value per share for the current financial year ending 31 March 2006.

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