

## *Company Announcement*



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

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### **SUBSIDIARY SALCON SECURES INTERNATIONAL CONTRACTS TOTALLING S\$11 MILLION**

**Singapore, 27 October 2005**

Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that the Company's subsidiary, Salcon Pte Ltd ("Salcon"), has secured four international contracts with an aggregate value of approximately S\$11 million. Salcon has commenced work on these contracts, with substantial completion expected within the current financial year ending 31 March 2006.

The contracts involve the design, process engineering and construction of industrial water and wastewater treatment plants. Some details are outlined below:

- ▶ A two-stage reverse osmosis plant with a capacity of 4,000 cubic meters per day for Saudi Aramco's Hawiyah Project in Saudi Arabia;
- ▶ A demineralisation plant for BP Berau's Tangguh LNG Project in Indonesia;
- ▶ A reverse osmosis plant in Iraq; and
- ▶ A demineralisation plant for the manufacturing centre of one of Pakistan's largest packaging materials companies.

Deserving special mention is the fact that Salcon secured the contract to design and construct the reverse osmosis plant for the Hawiyah Project against strong global competition. The Hawiyah Project is an award-winning project which is currently being expanded to produce 3.8 billion cubic feet of gas per day for Saudi Aramco, the world's largest oil & gas producer.

The new contracts for the Hawiyah Project and Tangguh LNG Project will boost Salcon's strong track record for designing and constructing water and wastewater treatment plants for the oil & gas industry. The past two years have seen Salcon successfully complete treatment plants for other prestigious oil & gas projects including the Sohar Refinery in Oman, Dolphin Energy Project in Qatar and South Pars in Iran.

Collectively, the above contracts are expected to have a positive material impact on the profitability and earnings per share of the Group for the current financial year ending 31 March 2006. However, they are not expected to have any 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.