



Boustead Singapore Limited
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SUBSIDIARY BOUSTEAD INTERNATIONAL HEATERS SECURES S\$27M IN CONTRACTS – LARGEST TO DATE

Singapore, 1 March 2006

The Board of Directors of Boustead Singapore Limited (“Boustead” or the “Company”) is pleased to announce that the Company’s 90%-owned subsidiary, Boustead International Heaters (BIH), has been awarded two contracts totalling S\$27 million. One of the contracts, valued at S\$25 million is the largest single contract secured by BIH to date. The contracts are expected to be substantially completed within the next financial year ending 31 March 2007.

The new contracts are:

- A S\$25 million contract to design and supply three process heaters for a large gas processing facility in Western Africa; and
- A S\$2 million contract to design and supply regeneration gas heaters for a large gas processing facility in the Middle East.

The S\$25 million contract in Western Africa was secured against formidable global competition. Increasingly, the buoyant oil & gas / petrochemical industries have spurred growing investments in downstream oil refineries and gas processing facilities. This trend will benefit BIH as it will lead to larger contracts being available in the market.

Mr Wong Fong Fui, Group Chief Executive Officer of Boustead said, “We are extremely pleased to have secured these contracts, especially the contract in Western Africa which is the largest contract to date for BIH. This is a new milestone for the company and symbolises BIH’s global competitiveness. With higher investments in downstream activities, BIH will continue to capitalise on the growing opportunities in the current year. This is evident from new contracts totalling S\$50 million secured by BIH since the start of 2006.”

Mr Wong added, “Our strategy over the last two years has been to refocus our efforts towards larger projects and this has been well-rewarded. With our strong branding and firm positioning in major markets around the world, we believe BIH is well-placed to secure additional medium to large contracts in the future.”

The above contracts are not expected to have a positive material impact on the profitability and earnings per share of the Company in the current financial year ending 31 March 2006, but are expected to have a positive material impact on the next financial year ending 31 March 2007. However, the contracts are not expected to have a material impact on the net asset value per share of the Company for the current or next financial year.

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