

## *Company Announcement*



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

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### **SUBSIDIARY CONTROLS & ELECTRICS SECURES UPSTREAM OIL & GAS CONTRACTS TOTALLING S\$14M**

**Singapore, 14 March 2006**

The Board of Directors of Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that the Company's subsidiary, Controls & Electrics Pte Ltd ("C&E"), has secured several upstream oil & gas contracts totalling S\$14 million for mission-critical control systems and emergency shutdown ("ESD") systems. The contracts are expected to be substantially completed within the next financial year ending 31 March 2007.

The new contracts involve the design, development, integration and supply of:

- Wellhead control ESD systems to be installed on 14 new platforms being constructed for Saudi Aramco, the world's largest oil & gas producer which manages approximately one quarter of the world's proven oil reserves;
- Integrated control and safety shutdown ("ICSS") systems to be installed on two Floating, Production, Storage and Offloading ("FPSO") vessels – one of which will be utilised offshore Brazil and the other which will operate at New Zealand's Tui Fields, the country's first stand-alone offshore oil development project; and
- Wellhead control systems to be installed on five new platforms being constructed for ONGC in India.

Mr Wong Fong Fui, Group Chief Executive Officer of Boustead said, "We are extremely pleased to have secured these contracts to provide safety shutdown systems and other process control systems to some of the largest oil & gas producers in the world. C&E's efforts over the last two years to expand into different strategic markets are bearing fruit in tandem with the buoyant activity in upstream oil & gas production."

Mr Wong added, "C&E's breakthrough to design and supply wellhead control systems to Saudi Aramco is a significant milestone for the Group, particularly because Saudi Aramco has an extremely demanding pre-qualification process for suppliers, which is one of the most challenging and stringent in the industry. We believe the award of this contract is a testament to the high standards that C&E delivers and will present us with many more opportunities to work with Saudi Aramco and other major oil & gas corporations in the Middle East."

The two ICSS system contracts for FPSOs reinforce C&E's position as a prime supplier of such systems. In the past, C&E has engineered and supplied several similar systems that are in operation offshore Angola, Ivory Coast, Malaysia, Nigeria and Vietnam. Recently, C&E shipped an ICSS system to the US for an FPSO conversion in Houston. Another FPSO presently nearing completion in Singapore has been installed with C&E's system and will operate in the Arabian Sea by May 2006.

Over the last few years, C&E has focused on developing its niche markets for mission-critical control systems, monitoring systems and ESD systems. The high quality and reliability of these systems underscores the significant expertise that exists within the Company and which has gained many loyal and reputable international clients.

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.