

Company Announcement



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

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BOUSTEAD PURCHASES ADDITIONAL SHARES IN SALCON PTE LTD

Singapore, 29 March 2006

The Board of Directors of Boustead Singapore Limited (the "Company") wishes to announce that the Company has acquired an additional 1,459,905 ordinary shares in its subsidiary, Salcon Pte Ltd ("Salcon"), at a price of S\$0.20 per ordinary share for a total cash consideration of S\$291,981 (the "Acquisition"). The 1,459,905 shares were acquired from an existing shareholder of Salcon and represent 1.42% of the total issued shares in the capital of Salcon. The consideration was arrived at after arm's length negotiations and is on a willing buyer-willing seller basis.

As a result of the Acquisition, the Company's shareholding in Salcon has been increased to 80.92%.

The Company had previously announced that it had entered into a Share Purchase Agreement dated 7 December 2005 to purchase 19,642,660 ordinary shares in Salcon from other shareholders of Salcon (the "Share Purchase"). This is in the process of being completed. Upon the completion of the Share Purchase, Salcon will become a wholly-owned subsidiary of the Company.

The Acquisition is not expected to have any material impact on the consolidated net tangible asset value per share and the earnings 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 Acquisition.