

## *Company Announcement*



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

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Singapore 408937

### **DISPOSAL OF INVESTMENT IN ERDAS INDIA PRIVATE LIMITED**

**Singapore, 2 May 2007**

The Board of Directors of Boustead Singapore Limited ("Boustead" or the "Company") wishes to announce that the Company's subsidiaries, Prevalent Technologies Pte Ltd ("Prevalent") and ESRI South Asia Pte Ltd ("ESRI") have disposed of their aggregate 60% equity interest comprising 60,000 equity shares (the "Sale Shares") in ERDAS India Private Limited ("ERDAS India").

The consideration for the Sale Shares was Indian Rupees 25,800,000 (or approximately S\$950,000). The consideration was arrived at after arm's length negotiations and is on a willing buyer-willing seller basis.

ERDAS India is incorporated in India and its principal activities are those relating to geographic imaging, software development and consulting services. It is intended that the proceeds from the disposal be applied towards the working capital needs of Prevalent and ESRI.

The Group will record a loss of approximately S\$36,000 from the disposal of the Sale Shares. The disposal does not have any material impact on the consolidated net tangible asset value and the earnings per share of the Group for the current financial year.

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