

Company Announcement



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

63 Ubi Avenue 1, #06-01
Boustead House
Singapore 408937

BOUSTEAD AWARDED RECORD S\$300M CONTRACT TO DESIGN AND BUILD NEW TOWNSHIP IN LIBYA

Singapore, 22 August 2007

Boustead Singapore Limited ("Boustead" or the "Company") is pleased to announce that it has been awarded a record S\$300 million contract to design and build a new township in Libya, together with joint venture partner, General Construction & Building Company ("GCBC"), the largest government construction company in the country. According to the terms of the joint venture, Boustead will hold a 65% interest in the contract.

Boustead-GCBC will design and build the new township with 1,164 single-storey semi-detached houses and supporting infrastructure at a 465-hectare site in the municipality of Al Marj. The new township includes amenities such as municipal water supply and sewage systems, education institutes and recreational facilities. Utilising Boustead's advanced pre-cast system and proless framework system for construction, the new township project is expected to be completed within 24 months. The advanced pre-cast system has been adapted to incorporate a modern Arabic architectural façade that complements the cultural flavour of Libya.

Boustead-GCBC will appoint Surbana International Consultants Pte Ltd ("Surbana") as the main consultant, marking Surbana's foray into Libya. Surbana will contribute its vast expertise in new township planning, having designed and developed 26 townships in Singapore which provide quality homes for more than 85% of Singaporeans.

Mr Wong Fong Fui, Chairman and Group Chief Executive Officer of Boustead said, "We are absolutely honoured to play such an important role in the development of a new township in Libya. Libya is a market where we have traditionally enjoyed great success and the award of the record S\$300 million contract affirms this. The contract is set to nearly double our current group order book."

Mr Wong added, "We are excited to be cooperating with a strong joint venture partner, GCBC. GCBC will enhance this new township project with its complementary capabilities in civil engineering as the largest government construction company in Libya. We are looking forward to fostering a fruitful relationship with GCBC, which marks our long-term cooperation on infrastructure projects in Libya. As for Boustead, this new township project is an extension of our strong set of infrastructure engineering capabilities, which we are able to offer to developing nations."

Said Mr Chong Lit Cheong, Chief Executive Officer of International Enterprise ("IE") Singapore, "We are especially heartened by Boustead's efforts to work with other Singapore companies such as Surbana, to participate in this mega project, which will lead to the transfer of Singapore's software and experience in urban infrastructure and urban water management to Libya. This is in line with IE's efforts to promote alliance formation among local companies and the export of Singapore's leading services

sectors.” This new township project was concluded following an IE-organised business mission to Libya led by Foreign Minister George Yeo in May 2007.

On further prospects in Libya, Mr Wong commented, “This new township project is part of the government’s long-term national plans to construct 400,000 houses in the country over the next decade. We foresee further participation in this sector in the future. Additionally, with our infrastructure engineering capabilities in three key areas – energy, water and real estate – we believe that we can offer much more in the development of infrastructure for Libya.”

Having undertaken several major water and wastewater engineering projects in Libya in the past, Boustead maintains a well-established presence and excellent reputation in the North African nation. Currently, Boustead’s subsidiary, Salcon Pte Ltd is in the final stages of completing the largest sewage treatment plant in Libya. Adding onto its achievements in Libya, Boustead will now be the first Singapore company to design and build a new township in the country.

The above contract is expected to have a positive material impact on the profitability, earnings per share and net asset value per share of the Company in the current financial year ending 31 March 2008 and the next financial year ending 31 March 2009.

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

About Boustead Singapore Limited

Established in 1828, Boustead Singapore Limited is a progressive global Engineering Services and Geo-Spatial Technology Group listed on the Singapore Exchange. Offering an extensive range of specialised engineering services and geo-spatial solutions, we deliver professional answers customised to meet our clients' specific requirements in a vast array of industries.

Our strong suite of Engineering Services is geared to fulfil the stringent demands of specialised engineering fields such as:

- Energy-Related Engineering;
 - Oil & gas/petrochemicals;
 - Solid waste energy recovery;
- Water & Wastewater Engineering; and
- Industrial Real Estate Solutions.

Under our Geo-Spatial Technology arm, we provide consulting services and exclusively distribute ESRI geo-spatial technology – the world's leading geographic information systems and geo-spatial solutions – to major markets across Australia and South East Asia.

With a vast global network stretching across Asia, Australia, Europe, Africa and the Americas, Boustead is ready to serve the world. Boustead has undertaken projects in 72 countries globally.

Visit us at www.boustead.sg.

About General Construction & Building Company

General Construction & Building Company ("GCBC") is the largest government construction company in Libya.

About Surbana International Consultants Pte Ltd

Surbana International Consultants Pte Ltd ("Surbana") is an international consultant in real estate based in Singapore, commanding special mastery in urban planning, architecture and engineering, with a focus on residential, commercial and township developments.

Over the last four decades, Surbana played a prominent role in providing homes for 85% of Singapore's population. It planned, designed and developed 26 integrated and vibrant towns with self-contained infrastructure and facilities. In recent years, Surbana has successfully unlocked its value in urban planning for towns as well as in architectural and engineering design and development in various countries. Surbana undertakes a diverse range of consultancy projects covering residential, industrial, institutional, commercial and recreational developments in over 72 international cities.

Surbana's competitive advantage also lies in its capability to provide the whole spectrum of consultancy services that includes quantity surveying, project management, landscaping, estate maintenance and other ancillary services. The leaders and professional staff in Surbana embrace the four brand values of Integrity, Insightfulness, Intuitive and Collaborative seriously.

About International Enterprise Singapore

International Enterprise Singapore ("IE Singapore") is an agency under the Ministry of Trade and Industry spearheading the development of Singapore's external economy wing.

IE Singapore's mission is to promote the overseas growth of Singapore-based enterprises and international trade. With a global network in over 30 locations and its '3C' framework of assistance – Connections, Competency, Capital – IE Singapore offers services to help enterprises export, develop business capabilities, find overseas partners and enter new markets.

At the same time, IE Singapore works to position Singapore as a base for foreign businesses to expand into the region in partnership with Singapore-based companies. Its vision is for Singapore to be a thriving business hub with globally competitive enterprises and leading international traders.