

BOUSTEAD SINGAPORE LIMITED
AND ITS SUBSIDIARIES



ENGINEERING THE WORLD OF THE FUTURE

ENERGY-RELATED ENGINEERING · WATER & WASTEWATER ENGINEERING · REAL ESTATE SOLUTIONS · GEO-SPATIAL TECHNOLOGY

SGXNET ANNOUNCEMENT
UNAUDITED RESULTS FOR HALF-YEAR FY2008
ENDED 30 SEPTEMBER 2007



BOUSTEAD SINGAPORE LIMITED
(Company Registration No. 197501036K)

Unaudited Half-Year Financial Statement And Dividend Announcement for the Financial Period Ended 30 September 2007

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL-YEAR RESULTS

1(a) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	GROUP			Inc/(Dcr) %
	Note	30.9.07 \$'000	30.9.06 \$'000	
Revenue		206,179	139,717	47.6
Cost of sales		(145,565)	(95,865)	51.8
Gross profit		60,614	43,852	38.2
Other operating income	1	9,225	4,114	124.2
Selling and distribution expenses		(11,542)	(11,339)	1.8
Administrative expenses		(17,848)	(15,642)	14.1
Other operating expenses		(5,171)	(5,326)	(2.9)
Finance costs		(499)	(658)	(24.2)
Share of results from associate		(207)	(70)	195.7
Profit before income tax	2	34,572	14,931	131.5
Income tax expense	3	(5,368)	(5,325)	0.8
Profit for the period		29,204	9,606	204.0

Attributable to:				
Shareholders of the Company		25,977	7,938	227.2
Minority interests		3,227	1,668	93.5
		29,204	9,606	204.0

	GROUP	
	30.9.07	30.9.06
	\$'000	\$'000
<u>Note 1: Other operating income</u>		
Interest income	1,863	1,647
Other rental income	883	762
Gain on disposal of assets held for sale	6,479	-
Foreign currency exchange adjustment gain	-	1,705
	9,225	4,114
<u>Note 2 : The profit before income tax is arrived at after (charging)/ crediting the following:</u>		
Depreciation expense	(1,816)	(1,953)
Amortisation expense	(15)	(90)
Allowance for doubtful receivables	(123)	(363)
Goodwill written off	-	(21)
Other investments written off	-	(61)
Loss on disposal of assets held for sale	-	(708)
Gain on disposal of property, plant and equipment	10	11
<u>Note 3: Income tax</u>		
Over provision in prior years	2,093	74

The provision for income tax is made after taking into account non-deductible expenses and temporary differences and based on the statutory tax rates of the respective countries. For the current period, the Group's income tax expense varied from the amount of income tax expense determined by applying the Singapore income tax rate of 18% mainly due to certain expenses which are not deductible for tax purposes and overseas subsidiaries' profits which are subject to higher tax rates. There is a write-back of tax provision of a conservative amount of \$2.09 million (30.9.06: \$74,000) in respect of previous years.

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

Balance Sheets

	Note	Group		Company	
		30.9.07 \$'000	31.3.07 \$'000	30.9.07 \$'000	31.3.07 \$'000
ASSETS					
Current assets:					
Cash and bank balances		129,260	121,142	28,146	23,084
Trade receivables		108,408	83,492	-	-
Other receivables and prepayments		28,877	24,033	15,400	5,926
Loans to subsidiaries		-	-	21,750	22,932
Inventories		7,625	5,382	-	-
Properties held for sale		2,316	3,259	-	-
Costs and recognised profits on uncompleted contracts in excess of billings		15,079	4,269	-	-
Assets held for sale		-	5,963	-	-
Total current assets		291,565	247,540	65,296	51,942
Non-current assets:					
Property, plant and equipment		42,382	38,809	-	-
Goodwill		51	51	-	-
Other intangible assets		133	147	30	30
Investments in associates		17,973	15,486	18,542	15,535
Investments in subsidiaries		-	-	67,340	64,970
Available-for-sale investments		1,956	1,924	7	7
Deferred tax assets		1,734	1,648	-	-
Total non-current assets		64,229	58,065	85,919	80,542
Total assets		355,794	305,605	151,215	132,484
LIABILITIES AND EQUITY					
Current liabilities:					
Bank loans and overdrafts	1(b)(ii)	7,160	3,812	-	-
Trade and other payables		143,558	103,466	315	442
Derivative financial instruments		-	292	-	-
Loans from subsidiaries		-	-	69,323	49,090
Billings in excess of costs and recognised profits on uncompleted contracts		4,346	6,462	-	-
Income tax payable		16,539	19,783	-	-
Liabilities associated with assets held for sale		-	1,810	-	-
Total current liabilities		171,603	135,625	69,638	49,532
Non-current liabilities:					
Long-term bank loans	1(b)(ii)	13,706	16,628	-	-
Deferred tax liabilities		229	233	-	-
Total non-current liabilities		13,935	16,861	-	-
Equity attributable to shareholders of the Company:					
Share capital	1(d)(i)	71,822	71,019	71,822	71,019
Accumulated profits		83,381	66,844	9,565	11,818
Other reserves	1(d)(i)	(4,460)	(3,021)	190	115
Equity attributable to shareholders of the Company		150,743	134,842	81,577	82,952
Minority interests		19,513	18,277	-	-
Total equity		170,256	153,119	81,577	82,952
Total liabilities and equity		355,794	305,605	151,215	132,484

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

	As at 30.09.07 \$'000		As at 31.03.07 \$'000	
	Secured	Unsecured	Secured	Unsecured
Amount repayable in one year or less, or on demand	5,398	1,762	2,042	1,770

	As at 30.09.07 \$'000		As at 31.03.07 \$'000	
	Secured	Unsecured	Secured	Unsecured
Amount repayable after one year	13,706	-	16,628	-

An amount of \$3,350,000 (31.3.07: \$3,538,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 63 Ubi Ave 1, 6th and 7th floor (excluding unit #07-06) of Boustead House, Singapore.

An amount of \$4,765,000 (31.3.07: \$4,765,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 80 Alps Avenue, Singapore.

An amount of \$6,625,000 (31.3.07: \$6,875,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 12 Changi North Way, Singapore.

An amount of \$2,333,000 (31.3.07: \$2,619,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 40 Changi North Crescent, Singapore. The loan was repaid in October 2007 following the disposal of the property at end of September 2007.

An amount of \$2,031,000 (31.3.07: \$873,000) is secured by way of a legal mortgage on a leasehold land and building of a subsidiary at Kompleks Kawasan, Sarana Terpadu, Jalan Raya Cikarang Desa, Pasir Gombang Kec. Lemah Abang, Bekasi 17750, Indonesia.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

		Group	
		30.9.07	30.9.06
		\$'000	\$'000
Cash flows from operating activities:			
Profit before income tax		34,572	14,931
Adjustments for:			
Depreciation expense		1,816	1,953
Amortisation expense		15	90
Goodwill written off		-	21
Other investments written off		-	61
Share option expense		75	38
Gain on disposal of property, plant and equipment		(10)	(11)
(Gain)/Loss on disposal of assets held for sale		(6,479)	708
Share of results from associate		207	70
Fair value adjustment on derivative financial instruments		(292)	76
Release of investments revaluation reserve		(147)	-
Interest expense		499	658
Interest income		(1,863)	(1,647)
Operating income before changes in working capital		28,393	16,948
Increase in receivables		(32,760)	(24,662)
Increase in inventories and contract work-in-progress		(15,171)	(6,468)
Increase in payables		40,158	24,077
Decrease in investment properties		4,272	-
Decrease in properties held for sale		943	-
Cash generated from operations		25,835	9,895
Interest income received		1,863	1,647
Interest expense paid		(499)	(658)
Income tax paid		(8,702)	(6,797)
Net cash from operating activities		18,497	4,087
Cash flows from investing activities:			
Proceeds from the disposal of property, plant and equipment		10	14
Purchase of property, plant and equipment		(9,516)	(4,874)
Acquisition of shares from minority shareholders		(2,226)	(25,923)
Purchase of investments		(31)	-
Net cash inflow on disposal of assets held for sale	Note (a)	10,393	2,273
Net cash outflow on acquisition of a subsidiary	Note (b)	-	(190)
Net cash used in investing activities		(1,370)	(28,700)
Cash flows from financing activities:			
Net proceeds from issue of shares of the company		803	227
(Decrease)/Increase in short-term bank loans		(9)	1,942
(Repayment)/Proceeds from long-term bank loans		(769)	1,813
Payment of dividends to minority interests		(911)	(536)
Decrease/(Increase) in pledged fixed deposits	Note (c)	930	(71)
Dividends paid		(9,440)	(2,021)
Net cash (used in)/from financing activities		(9,396)	1,354
Net effect of exchange rate changes in consolidating subsidiaries			
		348	(826)
Net increase/(decrease) in cash and cash equivalents		8,079	(24,085)
Cash and cash equivalents at beginning of period	Note (c)	119,370	99,651
Cash and cash equivalents at end of period	Note (c)	127,449	75,566

Notes to the consolidated cash flow statement:

(a) Disposal of assets held for sale

Assets held for sale	5,963	3,729
Liabilities associated with assets held for sale	(1,810)	(145)
	4,153	3,584
Minority interests	(474)	-
Gain/(Loss) on disposal	6,479	(708)
Consideration	10,158	2,876
Net cash and bank balances disposed	235	(603)
Net cash inflow on disposal of assets held for sale	10,393	2,273

(b) Acquisition of a subsidiary

Cash and bank balances, net of overdrafts	-	116
Trade receivables	-	58
Costs of uncompleted contracts in excess of billings	-	104
Trade and other payables	-	(226)
Net assets acquired	-	52
Goodwill	-	254
	-	306
Consideration paid in cash	-	(306)
Net cash and bank balances acquired	-	116
Net cash outflow on acquisition of a subsidiary	-	(190)

(c) Cash and cash equivalents

Cash and bank balances	21,868	20,206
Short-term deposits	107,392	63,092
Bank overdrafts	(1,811)	(1,548)
	127,449	81,750
Pledged short-term deposits	-	(6,184)
Cash and cash equivalents at end of period	127,449	75,566

	Group	
	30.9.07	30.9.06
	\$'000	\$'000
	5,963	3,729
	(1,810)	(145)
	4,153	3,584
	(474)	-
	6,479	(708)
	10,158	2,876
	235	(603)
	10,393	2,273
	-	116
	-	58
	-	104
	-	(226)
	-	52
	-	254
	-	306
	-	(306)
	-	116
	-	(190)
	21,868	20,206
	107,392	63,092
	(1,811)	(1,548)
	127,449	81,750
	-	(6,184)
	127,449	75,566

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

	(------Other reserves-----)					Sub-total \$'000	Equity attributable to shareholders of the Company \$'000	Minority interests \$'000	Total equity \$'000
	Share capital \$'000	Accumulated profits \$'000	Investments revaluation reserve \$'000	Share option reserve \$'000	Foreign currency translation reserve \$'000				
GROUP									
Balance at 1 April 2006	70,360	37,676	442	-	(1,834)	(1,392)	106,644	42,104	148,748
Exchange differences arising during the period	-	-	-	-	(1,052)	(1,052)	(1,052)	(484)	(1,536)
Revaluation of available-for-sale investments	-	-	589	-	-	589	589	-	589
Net income/(loss) recognised directly in equity	-	-	589	-	(1,052)	(463)	(463)	(484)	(947)
Net profit for the period	-	7,938	-	-	-	-	7,938	1,668	9,606
Total recognised income and expense for the period	-	7,938	589	-	(1,052)	(463)	7,475	1,184	8,659
Acquisition of minority interests	-	-	-	-	-	-	-	(25,123)	(25,123)
Minority share of net dividends from subsidiaries	-	-	-	-	-	-	-	(1,916)	(1,916)
Dividends	-	(2,021)	-	-	-	-	(2,021)	-	(2,021)
Share option expense	-	-	-	38	-	38	38	-	38
Issue of shares	227	-	-	-	-	-	227	-	227
Balance at 30 September 2006	70,587	43,593	1,031	38	(2,886)	(1,817)	112,363	16,249	128,612

	(-----Other reserves-----)						Sub-total \$'000	Equity attributable to shareholders of the Company \$'000	Minority interests \$'000	Total equity \$'000
	Share capital \$'000	Accumulated profits \$'000	Investments revaluation reserve \$'000	Share option reserve \$'000	Foreign currency translation reserve \$'000	Capital reserve \$'000				
GROUP (Cont'd)										
Balance at 1 April 2007	71,019	66,844	148	113	(3,282)	-	(3,021)	134,842	18,277	153,119
Exchange differences arising during the Period	-	-	-	-	494	-	494	494	(394)	100
Revaluation of available-for-sale Investments	-	-	-	-	-	-	-	-	-	-
Net income/(loss) recognised directly in equity	-	-	-	-	494	-	494	494	(394)	100
Net profit for the period	-	25,977	-	-	-	-	-	25,977	3,227	29,204
Disposal of available-for-sale investments			(146)	-	-	-	(146)	(146)	-	(146)
Total recognised income and expense for the period	-	25,977	(146)	-	494	-	348	26,325	2,833	29,158
Acquisition of minority interests	-	-	-	-	-	(1,862)	(1,862)	(1,862)	(752)	(2,614)
Minority share of net dividends from subsidiaries	-	-	-	-	-	-	-	-	(845)	(845)
Dividends	-	(9,440)	-	-	-	-	-	(9,440)	-	(9,440)
Share option expense	-	-	-	75	-	-	75	75	-	75
Issue of shares	803	-	-	-	-	-	-	803	-	803
Balance at 30 September 2007	71,822	83,381	2	188	(2,788)	(1,862)	(4,460)	150,743	19,513	170,256

	Share capital \$'000	Accumulated profits \$'000	(-----Other reserves-----)		Sub-total \$'000	Total \$'000
			Investments revaluation reserve \$'000	Share option reserve \$'000		
COMPANY						
Balance at 1 April 2006	70,360	524	442	-	442	71,326
Revaluation of available-for-sale investments	-	-	589	-	589	589
Net profit for the period	-	7,341	-	-	-	7,341
Total recognised income for the period	-	7,341	589	-	589	7,930
Dividends	-	(2,021)	-	-	-	(2,021)
Share option expense	-	-	-	38	38	38
Issue of shares	227	-	-	-	-	227
Balance at 30 September 2006	70,587	5,844	1,031	38	1,069	77,500
Balance at 1 April 2007	71,019	11,818	2	113	115	82,952
Net profit for the period	-	7,187	-	-	-	7,187
Total recognised income for the period	-	7,187	-	-	-	7,187
Dividends	-	(9,440)	-	-	-	(9,440)
Share option expense	-	-	-	75	75	75
Issue of shares	803	-	-	-	-	803
Balance at 30 September 2007	71,822	9,565	2	188	190	81,577

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

During the period, the issued and paid up capital of the Company was increased from \$71,018,603 divided into 254,836,866 ordinary shares to \$71,821,470 divided into 255,827,762 ordinary shares. This is a result of the allotment of shares upon exercise of employees' share options.

As at 30 September 2007, there were unexercised options of 3,045,292 (30.9.06: 4,987,144) of unissued ordinary shares under the Boustead Share Option Scheme 2001.

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited or reviewed.

- 3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

- 4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The same accounting policies and methods of computation as in the most recently audited annual financial statements have been applied, except as described in paragraph 5.

- 5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The Group and the Company have adopted all the new and revised Financial Reporting Standards (FRS) effective for financial period beginning 1 April 2007. The effect of adopting all the new and revised FRSs does not have a significant impact on the results of the Group and balance sheet of the Group and the Company as of 30 September 2007.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	Group	
	30.9.07	30.9.06
(i) Based on weighted average number of ordinary shares in issue (¢)	10.2	3.1
(ii) On a fully diluted basis (¢) (detailing any adjustments made to the earnings)	10.1	3.1

The basic earnings per share ("EPS") is computed based on weighted average number of ordinary shares in issue of 255,518,297 shares (30.9.06: 253,494,243 shares). The fully diluted EPS is computed based on weighted average number of ordinary shares in issue of 258,069,455 shares (30.9.06: 256,689,316 shares) adjusted for the effects of all potential dilutive ordinary shares.

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the current financial period reported on and immediately preceding financial year.

	Group		Company	
	30.9.07	31.3.07	30.9.06	31.3.07
Net asset value per ordinary share based on issued share capital as at the end of the period reported on (¢)	60	53	29	33

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

(a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

Overview

Established in 1828, the Group is a progressive global service provider of specialised engineering services and geo-spatial solutions. Its strong suite of Engineering Services is geared to fulfil the stringent demands of specialised engineering fields in:

- Energy-Related Engineering;
- Water & Wastewater Engineering; and
- Real Estate Solutions.

Under the Group's Geo-Spatial Technology arm, it provides professional services and exclusively distributes ESRI geo-spatial technology – the world's leading geographic information systems and location intelligence solutions – to major markets across Australia and South East Asia.

To date, the Group has undertaken engineering and related projects in 73 countries globally.

For 1H FY2008 ended 30 September 2007, the Group achieved revenue of \$206.2 million and net profit attributable to shareholders of \$26.0 million, an increase of 47.6% and 227.2% respectively over the previous corresponding period.

Segment Revenue

Segment	1H FY2008	1H FY2007	Change
	\$m	\$m	%
Engineering Services	172.0	106.9	60.9
Geo-Spatial Technology	32.2	30.8	4.5
Investment Activities	2.0	2.0	0.0
Group Total	206.2	139.7	47.6

The Group's excellent revenue performance was boosted by the strong revenue contribution of Engineering Services, which rose 60.9% to reach \$172.0 million. Geo-Spatial Technology expanded at 4.5%.

Engineering Services Revenue

Engineering Services	1H FY2008	1H FY2007	Change
	\$m	\$m	%
Energy-Related Engineering	65.7	48.1	36.6
Water & Wastewater Engineering	16.0	7.5	113.3
Real Estate Solutions	90.3	51.3	76.0
Engineering Services Total	172.0	106.9	60.9

A review of the revenue performance for each Engineering Services division is provided below.

With record high global oil prices, the Energy-Related Engineering Division achieved strong revenue growth in 1H FY2008. The division recorded revenue of \$65.7 million, an increase of 36.6% over the previous corresponding period. Global demand for the division's engineering services in the upstream and downstream oil & gas/petrochemical industries remained firm and fundamentally driven, with several key contract awards in Africa, China, Europe, the Middle East, South America, South Asia and South East Asia.

The Water & Wastewater Engineering Division recorded revenue of \$16.0 million in 1H FY2008, growing by 113.3%. Although the division had an improved revenue contribution, the high growth rate was attributed to: 1) significant order book backlog from FY2007; and 2) the historically low revenue base of the previous corresponding period. The business environment in the industry remained highly competitive and uncertain due to low barriers to entry.

The Real Estate Solutions Division continued to grow strongly in 1H FY2008, supported by the sustained upturn of the Singapore construction industry. Contributing 52.5% of the revenue under Engineering Services, the division delivered revenue of \$90.3 million, an increase of 76.0%. During the period, the division secured several sizeable contracts including two industrial leasehold property contracts from clients, Berg Propulsion and Panalpina. The division also concluded a \$12.4 million sale of an industrial leasehold property in Singapore. Stripping out the industrial leasehold property sale from 1H FY2008 (for direct comparison to 1H FY2007), the division's revenue from core turnkey design and build activities grew 51.9%.

On a separate note, the Real Estate Solutions Division was awarded the Group's largest contract to date to design and build a S\$300 million equivalent new township in Libya, together with Libya's largest government construction company. The Group holds a 65% interest in the contract. No revenue was recognised from this contract in 1H FY2008.

Geo-Spatial Technology

In 1H FY2008, Geo-Spatial Technology registered steady, albeit, marginally slower revenue growth of 4.5%. The Australian and Singapore business units continued to implement a wider range of value-added professional services to increase client retention and decrease reliance on revenue generated from distribution services.

Profitability

In 1H FY2008, "Gross profit" increased by 38.2% to \$60.6 million. Gross profit margin declined from 31.4% in 1H FY2007 to 29.4% in 1H FY2008, largely due to increased project execution costs under the Water & Wastewater Engineering Division.

With the profit contribution from the sale of an industrial leasehold property in Singapore of \$8.1 million and the sale of a property in the UK of \$6.3 million, "Profit before income tax" rose to \$34.6 million, an increase of 131.5%.

"Profit for the period" rose 204.0%. The improvement included a \$2.1 million write-back of an overprovision in income tax made previously.

The Group achieved net profit attributable to shareholders of \$26.0 million, up 227.2% over the previous corresponding period.

Based on the financial performance achieved in 1H FY2008, the Directors have proposed an interim tax-exempt cash dividend of 3.0 cents per ordinary share. This represents a 50% increase over the gross cash dividend declared and paid for the previous corresponding period.

Cash Flow & Balance Sheets

The Group continued to generate healthy cash flows from operating activities of \$18.5 million. The major increase in "Cash and cash equivalents at end of period" from \$119.4 million in FY2007 to \$127.5 million in 1H FY2008 was due to: 1) strong cash flows from operating activities; and 2) the sale of the property in the UK. As the \$12.4 million sale of the industrial leasehold property in Singapore was concluded on the last business day of 1H FY2008, its positive cash flow impact has been deferred to 2H FY2008.

On the Balance Sheets, the 17.8% rise in "Current assets" was due to the \$8.1 million increase in "Cash and bank balances", and significant increases in "Trade receivables" (including the \$12.4 million receivable from the sale of the Singapore industrial leasehold property), "Other receivables and prepayments" and "Costs and recognised profits on uncompleted contracts in excess of billings", which rose correspondingly with strong revenue growth. Similarly, the large increase in "Trade and other payables" can be explained by strong revenue growth.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

None.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

Moving forward in 2H FY2008, demand for the Group's specialised engineering services and geo-spatial technology remains buoyant.

The outlook for the Energy-Related Engineering Division is expected to remain positive with continued high global oil prices. The Group is confident of securing more medium to large contracts in 2H FY2008, some of which are currently under negotiation.

The Water & Wastewater Engineering Division will continue to bid for industrial and municipal projects in key markets including the Middle East, North Africa and South East Asia. However, the business environment for the industry is expected to remain highly competitive. Despite the significant improvement in revenue in 1H FY2008, management does not expect to achieve the turnaround of the division in FY2008 as originally anticipated due to delays in the negotiation process for a number of sizeable contracts. Current R&D initiatives and the implementation of new technologies may pave the way for the division to attain a stronger competitive edge in a congested market.

The sustained upturn in the Singapore construction industry will create more opportunities for the Real Estate Solutions Division to secure more new contracts. In addition, the new township development in Libya has commenced and will contribute to revenue and net profit in 2H FY2008. However, positive material impact is only expected from FY2009 onwards.

It is anticipated that Geo-Spatial Technology will deliver a slightly better 2H FY2008 revenue performance in Australia and South East Asia.

With a current Group order book exceeding \$490 million, the Group is confident of improving on its performance in FY2008 over the previous year.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes.

Name of Dividend	Interim
Dividend Type	Cash
Dividend Rate	3.0 cents per ordinary share
Tax rate	Tax Exempt (1-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes.

Name of Dividend	Interim
Dividend Type	Cash
Dividend amount per share (in cents)	2.0 cents per ordinary share less tax
Tax rate	20%

(c) Date payable

18 December 2007.

(d) Books closure date

Notice is hereby given that the Transfer Books and Register of Members of the Company will be closed on 4 December 2007 for the purpose of determining shareholders' entitlements to the final dividend to be paid on 18 December 2007.

Duly completed transfers received by the Company's Registrar, Boardroom Corporate & Advisory Services Pte. Ltd. at 3 Church Street, #08-01 Samsung Hub, Singapore 049483 up to 5.00 p.m. on 3 December 2007 will be registered before entitlements to the dividend are determined.

12. If no dividend has been declared/recommended, a statement to that effect.

Not applicable.

13. Confirmation by the Board

We, Wong Fong Fui and Loh Kai Keong, being two directors of Boustead Singapore Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of their knowledge, nothing has come to the attention of the board of directors of the Company which may render the financial results for the half-year ended 30 September 2007 to be false or misleading.

On behalf of the board of directors

WONG FONG FUI
Chairman

LOH KAI KEONG
Director

14 November 2007