

Company Announcement



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

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



INCORPORATION OF SUBSIDIARIES

Singapore, 5 June 2008

The Board of Directors of Boustead Singapore Limited (the "Company") wishes to announce that the Company has incorporated the following wholly-owned subsidiaries in Singapore:

- 1) BIH Holdings Pte Ltd ("BHPL"), with an intended principal activity of investment holding; and
- 2) Boustead International Heaters Pte Ltd ("BIHPL"), with an intended principal activity of engineering services.

The initial paid-up capital of both BHPL and BIHPL is S\$2.

The incorporation of BHPL and BIHPL is not expected to have any material impact on the Group's earnings per share or net tangible assets per share for the financial year ending 31 March 2009.

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