

Company Announcement



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

67 Ubi Avenue 1, #02-01
StarHub Green
Singapore 408942

DISPOSAL OF INVESTMENT IN PT SURYA TEGUH CEMERLANG PERKASA

Singapore, 31 March 2009

Boustead Singapore Limited ("Boustead") wishes to announce that its wholly-owned subsidiary, Salcon Pte Ltd has disposed of its entire 100%-equity interest comprising 2,500 equity shares (the "Sale Shares") in PT Surya Teguh Cemerlang Perkasa ("STCP") (the "Disposal").

The consideration for the Sale Shares was a nominal cash consideration of S\$1 and was arrived at after arm's length negotiations and is on a willing buyer-willing seller basis.

STCP is incorporated in Indonesia and its principal activity is the manufacture of equipment for industrial wastewater treatment. The Disposal is in line with the Boustead Group's (the "Group") objective to focus on its core businesses of specialised engineering services and geo-spatial technology.

Based on unaudited accounts at 28 February 2009, the book value of the net assets disposed under the Disposal was approximately S\$27,000. While the Group is expected to record a loss of S\$53,000 from the Disposal, this is not expected to have a material impact on the consolidated net tangible asset value and earnings per share of the Group for the current financial year ending 31 March 2009.

None of the directors or controlling shareholders of Boustead has any interest, direct or indirect, in the Disposal.