

**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 3Q FY2011**  
**ENDED 31 DECEMBER 2010**



## **Corporate Profile**

Established in 1828, Boustead Singapore Limited is a progressive global service provider of infrastructure-related engineering services and geo-spatial solutions. Focusing on the engineering and development of key infrastructure to support economic growth in the public and private sectors of emerging markets, the Group's strong suite of Engineering Services comprises:

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

The Group's Geo-Spatial Technology arm 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. These solutions are essential to the effective planning, deployment and management of key infrastructure and resources in countries.

To date, the Group has undertaken infrastructure-related projects in 79 countries globally.

In 2008 and 2009, the Group was recognised in the prestigious Forbes Asia 200 Best Under A Billion as one of the Asia Pacific's 200 best public-listed corporations under US\$1 billion in revenue. The Group is also listed on the MSCI Global Small Cap Index for Singapore and the FTSE ST Small Cap Index.

**BOUSTEAD SINGAPORE LIMITED**  
(Company Registration No. 197501036K)

**Unaudited Financial Statements And Related Announcement for the Third Quarter Ended 31 December 2010**

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

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

	Note	GROUP Third quarter ended			GROUP 9-month period ended		
		31.12.10 \$'000	31.12.09 \$'000	Inc/(Dcr) %	31.12.10 \$'000	31.12.09 \$'000	Inc/(Dcr) %
<b>Revenue</b>		127,725	103,587	23%	450,470	336,790	34%
<b>Cost of sales</b>		(88,654)	(71,575)	24%	(315,184)	(240,744)	31%
<b>Gross profit</b>		39,071	32,012	22%	135,286	96,046	41%
Other operating income	1	879	750	17%	2,658	2,434	9%
Selling and distribution expenses		(7,008)	(6,019)	16%	(21,417)	(17,804)	20%
Administrative expenses		(10,857)	(11,293)	-4%	(33,100)	(30,123)	10%
Other operating expenses		(3,921)	(2,830)	39%	(10,754)	(8,204)	31%
Finance costs		(251)	(176)	43%	(445)	(581)	-23%
Share of results from associates		-	180	-100%	-	1,170	-100%
<b>Profit before income tax</b>	2	17,913	12,624	42%	72,228	42,938	68%
Income tax expense	3	(3,437)	(3,046)	13%	(13,796)	(10,716)	29%
<b>Profit for the period</b>		14,476	9,578	51%	58,432	32,222	81%
Attributable to:							
Owners of the company		13,277	8,657	53%	53,282	28,895	84%
Minority interests		1,199	921	30%	5,150	3,327	55%
		14,476	9,578	51%	58,432	32,222	81%

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

	Note	GROUP Third quarter ended			GROUP 9-month period ended		
		31.12.10 \$'000	31.12.09 \$'000	Inc/(Dcr) %	31.12.10 \$'000	31.12.09 \$'000	Inc/(Dcr) %
<b>Profit for the period</b>		14,476	9,578	51%	58,432	32,222	81%
<b>Other comprehensive income (net of tax):</b>							
Exchange differences on translating foreign operations		(421)	449	NM	(914)	5,419	NM
Actuarial gain net of deferred tax		-	-		-	184	-100%
Investments revaluation reserve		97	-	100%	191	-	100%
<b>Total comprehensive income for the period</b>		14,152	10,027	41%	57,709	37,825	53%
Attributable to:							
Owners of the company		12,855	9,066	42%	52,453	34,039	54%
Minority interests		1,297	961	35%	5,256	3,786	39%
		14,152	10,027	41%	57,709	37,825	53%

NM - not meaningful

	GROUP			GROUP		
	Third quarter ended			9-month period ended		
	31.12.10	31.12.09	Inc/(Dcr)	31.12.10	31.12.09	Inc/(Dcr)
\$'000	\$'000	%	\$'000	\$'000	%	
<u>Note 1: Other operating income</u>						
Interest income	637	509	25%	1,927	1,715	12%
Other rental income	242	241	0%	731	719	2%
	879	750	17%	2,658	2,434	9%
<u>Note 2 : The profit before income tax is arrived at after (charging)/crediting the following:</u>						
Depreciation expense	(781)	(761)	3%	(2,435)	(2,239)	9%
Amortisation expense	(58)	-	100%	(188)	-	100%
Net foreign currency exchange adjustment loss	(1,546)	(1,019)	52%	(5,167)	(1,019)	407%
Allowance for doubtful receivables	-	(589)	-100%	-	(589)	-100%
Net loss on restructuring of a joint venture	(1,128)	-	100%	(1,128)	-	100%
Share option expense	-	(16)	-100%	(62)	(80)	-23%
Gain on disposal of property, plant and equipment	203	-	100%	254	59	331%
Fair value adjustment on foreign exchange contracts	177	77	130%	168	194	-13%
Gain on disposal of assets held for sale	-	-		618	-	100%
<u>Note 3: Income tax</u>						
Overprovision in prior years	530	455	16%	527	143	269%

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 17% mainly due to certain expenses which are not deductible for tax purposes and overseas subsidiaries' profits which are subject to higher tax rates.

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

**Statements of Financial Position**

	Note	GROUP		COMPANY	
		31.12.10 \$'000	31.3.10 \$'000	31.12.10 \$'000	31.3.10 \$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and bank balances		196,961	223,337	56,418	74,077
Trade receivables		94,474	111,479	-	-
Other receivables and prepayments		36,572	32,503	3,579	16,768
Foreign exchange contracts		210	43	210	43
Loans to subsidiaries		-	-	41,482	50,393
Held for trading investments		26,930	-	26,930	-
Inventories		4,164	6,018	-	-
Properties held for sale		59,548	69,499	-	-
Contracts work-in-progress		32,852	24,749	-	-
		451,711	467,628	128,619	141,281
Assets held for sale		745	5,677	1,496	2,160
Total current assets		452,456	473,305	130,115	143,441
<b>Non-current assets</b>					
Property, plant and equipment		16,183	21,891	-	-
Investment properties		6,546	6,661	-	-
Goodwill		1,650	1,613	-	-
Other intangible assets		1,995	2,143	30	30
Investments in associates		5,192	5,192	3,940	3,940
Investments in subsidiaries		-	-	81,231	81,949
Available-for-sale investments		8,143	5,550	2,593	-
Deferred tax assets		2,451	2,530	-	-
Total non-current assets		42,160	45,580	87,794	85,919
<b>Total assets</b>		494,616	518,885	217,909	229,360
<b>LIABILITIES AND EQUITY</b>					
<b>Current liabilities</b>					
Bank loans and overdrafts	1(b)(ii)	3,537	4,006	-	-
Trade and other payables		188,436	225,453	4,542	2,779
Loans from subsidiaries		-	-	133,937	128,887
Contracts work-in-progress		1,496	7,741	-	-
Income tax payable		24,248	24,532	-	-
		217,717	261,732	138,479	131,666
Liabilities associated with assets held for sale		-	4,104	-	-
Total current liabilities		217,717	265,836	138,479	131,666
<b>Non-current liabilities</b>					
Long-term bank loans	1(b)(ii)	20,177	20,025	-	-
Pension liability		2,010	2,125	-	-
Deferred tax liabilities		154	328	-	-
Total non-current liabilities		22,341	22,478	-	-
<b>Equity attributable to owners of the company</b>					
Share capital	1(d)(i)	73,518	72,853	73,518	72,853
Treasury shares		(4,983)	(4,983)	(4,983)	(4,983)
Accumulated profits		178,364	155,474	10,332	29,514
Other reserves	1(d)(i)	(13,274)	(10,037)	563	310
Equity attributable to owners of the company		233,625	213,307	79,430	97,694
<b>Minority interests</b>		20,933	17,264	-	-
Total equity		254,558	230,571	79,430	97,694
<b>Total liabilities and equity</b>		494,616	518,885	217,909	229,360

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

Amount repayable in one year or less, or on demand

<b>As at 31.12.10 \$'000</b>		<b>As at 31.3.10 \$'000</b>	
Secured	Unsecured	Secured	Unsecured
3,537	-	4,006	-

Amount repayable after one year

<b>As at 31.12.10 \$'000</b>		<b>As at 31.3.10 \$'000</b>	
Secured	Unsecured	Secured	Unsecured
20,177	-	20,025	-

An amount of \$5,000,000 (31.3.10: \$5,375,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 12 Changi North Way, Singapore.

An amount of \$4,360,000 (31.3.10: \$5,080,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 16 Changi North Way, Singapore.

An amount of \$7,100,000 (31.3.10: \$7,850,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 85 Tuas South Avenue 1, Singapore.

An amount of \$4,305,000 (31.3.10: \$4,680,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 25 Changi North Rise, Singapore.

An amount of \$2,949,000 (31.3.10: \$Nil) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 2 Xinmao Street, Tongzhou District, People's Republic of China.

Prior to the restructuring of the joint venture in Libya, an amount of \$1,046,000 was secured by way of a pledge on certain plant and machinery of the joint venture in 2010.

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		GROUP	
	Third quarter ended 31.12.10	31.12.09	9-month period ended 31.12.10	31.12.09
	\$'000	\$'000	\$'000	\$'000
<b>Operating activities</b>				
Profit before income tax	17,913	12,624	72,228	42,938
Adjustments for:				
Depreciation expense	781	761	2,435	2,239
Amortisation expense	58	-	188	-
Share option expense	-	16	62	80
Net loss on restructuring of a joint venture	1,128	-	1,128	-
Gain on disposal of assets held for sale	-	-	(618)	-
Gain on disposal of property, plant and equipment	(203)	-	(254)	(59)
Share of results from associates	-	(180)	-	(1,170)
Fair value adjustment on foreign exchange contracts	(177)	(77)	(168)	(194)
Interest expense	251	176	445	581
Interest income	(637)	(509)	(1,927)	(1,715)
Operating cash flows before changes in working capital	19,114	12,811	73,519	42,700
Decrease in receivables	5,478	23,610	14,683	8,003
(Increase)/Decrease in inventories and contracts work-in-progress	6,057	(7,263)	(27,178)	(6,409)
Decrease/(Increase) in properties held for sale	(5,939)	(23,599)	9,952	(29,706)
Decrease in assets held for sale	-	-	492	-
(Decrease)/Increase in payables	2,069	17,259	(24,019)	4,743
Cash generated from operations	26,779	22,818	47,449	19,331
Interest income received	637	509	1,927	1,715
Interest expense paid	(251)	(176)	(445)	(581)
Income tax paid	(3,813)	(3,631)	(14,175)	(13,636)
<b>Net cash generated from operating activities</b>	<b>23,352</b>	<b>19,520</b>	<b>34,756</b>	<b>6,829</b>
<b>Investing activities</b>				
Proceeds from disposal of property, plant and equipment	1,662	-	1,820	173
Purchase of property, plant and equipment	(1,149)	(2,704)	(2,910)	(3,858)
Purchase of held for trading investments	(26,759)	-	(26,759)	-
Purchase of available-for-sale investments	-	(294)	(2,572)	(294)
Acquisition of minority interests	-	-	(3,065)	(880)
Advance received for disposal of assets and its associated liabilities held for sale	-	1,669	-	1,669
Repayment of loan by an associate	-	-	-	20,040
Dividends from an associate	-	-	-	20,966
Net cash inflow on disposal of assets held for sale	-	-	835	-
Net cash inflow on restructuring of a joint venture	2,356	-	2,356	-
<b>Net cash (used in)/generated from investing activities</b>	<b>(23,890)</b>	<b>(1,329)</b>	<b>(30,295)</b>	<b>37,816</b>
<b>Financing activities</b>				
Net proceeds from issue of shares of the company	17	19	665	19
Decrease in short-term bank loans	-	(97)	-	(101)
Repurchase of shares	-	(221)	-	(3,971)
Proceeds from long-term bank loans	2,948	-	2,948	252
Repayment of long-term bank loans	(740)	(877)	(2,220)	(2,585)
Payment of dividends to minority interests	-	(300)	(1,013)	(1,053)
Dividends paid	(10,134)	(7,583)	(30,392)	(20,239)
<b>Net cash used in financing activities</b>	<b>(7,909)</b>	<b>(9,059)</b>	<b>(30,012)</b>	<b>(27,678)</b>
Net (decrease)/increase in cash and cash equivalents	(8,447)	9,132	(25,551)	16,967
Cash and cash equivalents at beginning of period	205,365	190,003	222,410	178,605
Effect of foreign exchange rate changes	43	398	102	3,961
Cash and cash equivalents at end of period	196,961	199,533	196,961	199,533

Note (a)



**Notes to the consolidated cash flow statement:**

**(a) Cash and cash equivalents**

Cash at bank  
 Short-term deposits  
  
 Bank overdrafts  
 Cash at bank included in assets held for sale  
  
 Cash and cash equivalents at end of period

	GROUP Third quarter ended 31.12.10 31.12.09 \$'000 \$'000		GROUP 9-month period ended 31.12.10 31.12.09 \$'000 \$'000	
	130,992	92,237	130,992	92,237
	65,969	107,974	65,969	107,974
	196,961	200,211	196,961	200,211
	-	(796)	-	(796)
	-	118	-	118
	196,961	199,533	196,961	199,533

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 -----)								Equity attributable to shareholders of the company	Minority interests	Total
	Share capital	Treasury shares	Accumulated profits	Investments revaluation reserve	Capital reserve	Share option reserve	Foreign currency translation reserve	Subtotal			
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000			
<b>GROUP</b>											
Balance at 1 April 2010	72,853	(4,983)	155,474	-	(5,986)	310	(4,361)	(10,037)	213,307	17,264	230,571
Total comprehensive income for the period	-	-	40,005	94	-	-	(501)	(407)	39,598	3,959	43,557
Acquisition of minority interests	-	-	-	-	(2,470)	-	-	(2,470)	(2,470)	(595)	(3,065)
Minority share of net dividends from subsidiaries	-	-	-	-	-	-	-	-	-	(992)	(992)
Dividends	-	-	(20,258)	-	-	-	-	-	(20,258)	-	(20,258)
Share option expense	-	-	-	-	-	62	-	62	62	-	62
Issue of shares	648	-	-	-	-	-	-	-	648	-	648
Balance at 30 September 2010	73,501	(4,983)	175,221	94	(8,456)	372	(4,862)	(12,852)	230,887	19,636	250,523
Total comprehensive income for the period	-	-	13,277	97	-	-	(519)	(422)	12,855	1,297	14,152
Dividends	-	-	(10,134)	-	-	-	-	-	(10,134)	-	(10,134)
Issue of shares	17	-	-	-	-	-	-	-	17	-	17
Balance at 31 December 2010	73,518	(4,983)	178,364	191	(8,456)	372	(5,381)	(13,274)	233,625	20,933	254,558

1(d)(i) Statement of changes in equity (cont'd)

	(----- Other reserves -----)						Subtotal	Equity attributable to shareholders of the company	Minority interests	Total
	Share capital	Treasury shares	Accumulated profits	Capital reserve	Share option reserve	Foreign currency translation reserve				
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
<b>GROUP</b>										
Balance at 1 April 2009	72,791	(1,012)	134,529	(3,581)	-	(8,398)	(11,979)	194,329	14,441	208,770
Total comprehensive income for the period	-	-	20,422	-	-	4,551	4,551	24,973	2,825	27,798
Acquisition of minority interests	-	-	-	(2,675)	-	-	(2,675)	(2,675)	(302)	(2,977)
Dividends	-	-	(12,656)	-	-	-	-	(12,656)	-	(12,656)
Share option expense	-	-	-	-	64	-	64	64	-	64
Repurchase of shares	-	(3,750)	-	-	-	-	-	(3,750)	-	(3,750)
Balance at 30 September 2009	72,791	(4,762)	142,295	(6,256)	64	(3,847)	(10,039)	200,285	16,964	217,249
Total comprehensive income for the period	-	-	8,657	-	-	409	409	9,066	961	10,027
Acquisition of minority interests	-	-	-	47	-	-	47	47	(47)	-
Dividends	-	-	(7,583)	-	-	-	-	(7,583)	-	(7,583)
Share option expense	-	-	-	-	16	-	16	16	-	16
Repurchase of shares	-	(221)	-	-	-	-	-	(221)	-	(221)
Issue of shares	19	-	-	-	-	-	-	19	-	19
Balance at 31 December 2009	72,810	(4,983)	143,369	(6,209)	80	(3,438)	(9,567)	201,629	17,878	219,507

1(d)(i) Statement of changes in equity (cont'd)

	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	(----- Other reserves -----) Investments revaluation reserve \$'000	Share option reserve \$'000	Subtotal \$'000	Total \$'000
<b>COMPANY</b>							
Balance at 1 April 2010	72,853	(4,983)	29,514	-	310	310	97,694
Total comprehensive income for the period	-	-	429	94	-	94	523
Dividends	-	-	(20,258)	-	-	-	(20,258)
Share option expense	-	-	-	-	62	62	62
Issue of shares	648	-	-	-	-	-	648
Balance at 30 September 2010	73,501	(4,983)	9,685	94	372	466	78,669
Total comprehensive income for the period	-	-	10,781	97	-	97	10,878
Dividends	-	-	(10,134)	-	-	-	(10,134)
Issue of shares	17	-	-	-	-	-	17
Balance at 31 December 2010	73,518	(4,983)	10,332	191	372	563	79,430

1(d)(i) Statement of changes in equity (cont'd)

	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	(--- Other reserves ---) Share option reserve \$'000	Subtotal \$'000	Total \$'000
<b>COMPANY</b>						
Balance at 1 April 2009	72,791	(1,012)	17,637	-	-	89,416
Total comprehensive income for the period	-	-	21,214	-	-	21,214
Dividends	-	-	(12,656)	-	-	(12,656)
Share option expense	-	-	-	64	64	64
Repurchase of shares	-	(3,750)	-	-	-	(3,750)
Balance at 30 September 2009	72,791	(4,762)	26,195	64	64	94,288
Total comprehensive income for the period	-	-	(280)	-	-	(280)
Dividends	-	-	(7,583)	-	-	(7,583)
Share option expense	-	-	-	-	16	16
Repurchase of shares	-	(221)	-	-	-	(221)
Issue of shares	19	-	-	-	-	19
Balance at 31 December 2009	72,810	(4,983)	18,332	64	80	86,239

**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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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 (excluding treasury shares) increased from 506,446,524 ordinary shares to 506,696,524 ordinary shares. This resulted from the allotment of 250,000 ordinary shares upon exercise of employees' share options. As at 31 December 2010, there were a total of 10,539,000 (31.12.09: 10,539,000) treasury shares.

As at 31 December 2010, there were unexercised options of 1,240,000 (31.12.09: 3,340,584) of unissued ordinary shares under the Boustead Share Option Scheme 2001.

**1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

	<b>As at 31.12.10</b>	<b>As at 31.3.10</b>
Total number of issued shares (excluding treasury shares)	506,696,524	505,406,524

**1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

**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.

**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.**

None.

**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		GROUP	
	Third quarter ended 31.12.10	31.12.09	9-month period ended 31.12.10	31.12.09
Earnings per ordinary share for the period after deducting any provision for preference dividends:-				
(i) Based on weighted average number of ordinary shares in issue (¢)	2.6	1.7	10.5	5.7
(ii) On a fully diluted basis (¢)	2.6	1.7	10.5	5.7
Weighted average number of ordinary shares in issue:				
Basic (*)	506,696,524	505,429,857	506,165,413	505,892,080
Fully diluted basis (**)	507,608,160	507,248,057	507,077,049	507,710,279

\* The basic earnings per share is computed based on the weighted average number of ordinary shares in issue.

\*\* The fully diluted earnings per share is computed based on weighted average number of ordinary shares in issue adjusted for the effects of all potential dilutive ordinary shares.

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

	GROUP		COMPANY	
	31.12.10	31.3.10	31.12.10	31.3.10
Net asset value per ordinary share based on issued shares (excluding treasury shares) as at the end of the period reported on (¢)	46.1	42.2	15.7	19.3
Number of issued shares (excluding treasury shares) as at the end of the period reported on	506,696,524	505,406,524	506,696,524	505,406,524

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

As previously highlighted, the Group's revenue is derived largely from project oriented businesses and as such, quarterly results would not accurately reflect the full year's performance. Full-year to full-year comparisons are more appropriate for analytical purposes.

For 3Q FY2011 ended 31 December 2010, the Group achieved revenue of \$127.7 million and net profit attributable to owners of the company of \$13.3 million, an increase of 23% and 53% respectively over 3Q FY2010.

The 3Q FY2011 financial results lifted revenue for 9M FY2011 to \$450.5 million and net profit attributable to owners of the company to \$53.3 million, an increase of 34% and 84% respectively over 9M FY2010.

### Segment Revenue

Segment	Revenue			Revenue		
	3Q FY2011 \$m	3Q FY2010 \$m	Change %	9M FY2011 \$m	9M FY2010 \$m	Change %
Engineering Services	105.9	84.5	+25	382.2	279.6	+37
Geo-Spatial Technology	21.7	18.1	+20	67.9	54.7	+24
Investment Activities	0.1	1.0	-90	0.4	2.5	-84
Group Total	127.7	103.6	+23	450.5	336.8	+34

The Group's revenue growth in 3Q FY2011 was contributed by revenue growth registered across the Group's two core segments, Engineering Services and Geo-Spatial Technology, which rose by 25% and 20% respectively.



## Engineering Services Revenue

Division	Revenue			Revenue		
	3Q FY2011	3Q FY2010	Change	9M FY2011	9M FY2010	Change
	\$m	\$m	%	\$m	\$m	%
Energy-Related Engineering	27.7	27.5	+1	103.0	81.8	+26
Water & Wastewater Engineering	7.2	15.0	-52	20.4	22.9	-11
Real Estate Solutions	71.0	42.0	+69	258.8	174.9	+48
Engineering Total	105.9	84.5	+25	382.2	279.6	+37

The Energy-Related Engineering Division achieved revenue of \$27.7 million in 3Q FY2011, a marginal rise of 1%. Revenue from the downstream oil & gas business (i.e. Boustead International Heaters) continued to grow despite weaker foreign exchange translation from the British Pound Sterling to Singapore Dollar. The upstream oil & gas business (i.e. Controls & Electrics) experienced a partial recovery in revenue closer to historical rates. However, the solid waste energy recovery business (i.e. Boustead Maxitherm) continued to rebuild its revenue after restructuring.

The Water & Wastewater Engineering Division (i.e. Boustead Salcon Water Solutions) registered revenue of \$7.2 million in 3Q FY2011, a decline of 52%. The lower revenue was attributable to major projects being at the initial stages of the project cycle.

The Real Estate Solutions Division recorded revenue of \$71.0 million in 3Q FY2011, an increase of 69%. Revenue growth was driven by the industrial real estate solutions business (i.e. Boustead Projects), specifically the contributions of two major projects for world-renowned jet engine manufacturer, Rolls-Royce at the Seletar Aerospace Park.

In Libya, the new township business (i.e. Boustead Infrastructures) completed the restructuring of its joint venture ("JV"). Under the restructured arrangement, Boustead Infrastructures now holds a 35% interest in the JV, with its JV partner, General Construction & Building Company ("GCBC") – Libya's largest government construction company – holding a 65% interest. In exchange for the reversal of interest, GCBC has taken control of the township project and undertaken to expedite its completion. This restructuring is expected to result in a net loss of \$1.1 million.

## Geo-Spatial Technology Revenue

Geo-Spatial Technology achieved revenue of \$21.7 million in 3Q FY2011, a rise of 20%. Demand was driven mainly by software sales, professional services and after-sales maintenance services to government agencies in Australia and South East Asia.

## Group Profitability

For 3Q FY2011, the Group registered a gross profit of \$39.1 million, an increase of 22% over 3Q FY2010. The gross profit margin at 30.6% was in line with the corresponding period last year.

Profit before income tax increased to \$17.9 million, up 42%. A breakdown of the profit before income tax by core operating divisions is provided.

Segment/ Division	PBT			PBT		
	3Q FY2011 \$m	3Q FY2010 \$m	Change %	9M FY2011 \$m	9M FY2010 \$m	Change %
Engineering Services						
- Energy-Related Engineering	3.3	4.9	-33	12.2	13.0	-6
- Water & Wastewater Engineering	2.2	1.1	+100	2.9	(0.3)	NM
- Real Estate Solutions	7.8	2.9	+169	43.0	17.9	+140
	13.3	8.9	+49	58.1	30.6	+90
Geo-Spatial Technology	4.8	4.3	+12	15.8	13.4	+18
Investment Activities	(0.2)	(0.6)	-67	(1.7)	(1.1)	+55
Group Total	17.9	12.6	+42	72.2	42.9	+68

NM – not meaningful

All four core operating divisions remained profitable.

For 3Q FY2011, the Group achieved net profit attributable to owners of the company of \$13.3 million, an increase of 53%.

## Cash Flow Statement

During 3Q FY2011, cash and cash equivalents (after taking into account the effect of foreign exchange rate changes) decreased to \$197.0 million. Net cash inflow from operating activities of \$23.4 million was offset by net cash outflows from investing activities of \$23.9 million and financing activities of \$7.9 million. The net cash outflows were due mainly to the purchase of held for trading investments of \$26.8 million and the payment of interim dividends totalling \$10.1 million.

## Statement of Financial Position

For 3Q FY2011, the Group's financial position remained healthy. Cash and bank balances fell to \$197.0 million due mainly to the payment of dividends in August 2010 and December 2010, purchase of held for trading and available-for-sale investments, and acquisitions of minority interest in subsidiaries.

Trade receivables, properties held for sale, and trade and other payables declined mainly as a result of the completion of the sale of IBM Singapore Technology Park which took place in 1Q FY2011.

Held for trading and available-for-sale investments increased significantly to \$35.1 million in total due to investments made under a new cash management programme that had been set up to optimise excess cash management while the Group searches, evaluates and concludes major acquisition or long-term investment opportunities.

Contracts work-in-progress (under current assets) increased due to materials and progress work related to major projects under the Real Estate Solutions Division.

The Group's net asset value per share was \$0.461 as at the end of 3Q FY2011, up from \$0.399 a year earlier.

The Group's net cash position (i.e. net of all bank borrowings) was \$173.2 million as at the end of 3Q FY2011, translating to a net cash per share position of \$0.342.

**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.**

Given the expected robust growth of the economies of the Asia Pacific region where the bulk of its businesses are located, the Group remains cautiously optimistic on its prospects going forward.

With global crude oil prices at the US\$100 per barrel level, the Energy-Related Engineering Division expects contract negotiations for small to medium-sized contracts to continue to be facilitated. The division was recently awarded \$16 million in contracts for key large-scale process systems for oil refineries in Iraq, Malaysia and Saudi Arabia.

The Group's financial position remains healthy with a net cash position of \$173.2 million and a stronger net asset value position. Having successfully restructured the joint venture in Libya and won recent new contracts worth S\$55 million, the Group is fairly confident of its prospects particularly as it continues to see a very healthy pipeline of enquiries. Although the previously announced negotiations for the acquisition of Bio-Treat and long term investment in the "Big Box" project with TT International Ltd have not materialised as planned, the Group continues to seek other strategic opportunities to deploy its sizeable net cash balance of S\$173.2 million.

The Water & Wastewater Engineering Division has been actively rebuilding its order book. The division was recently awarded a \$25 million demineralisation plant at the Tembusu Multi-Utilities Complex in Singapore, to be jointly delivered together with the Real Estate Solutions Division in a major synergistic effort between the two divisions.

The Real Estate Solutions Division continues to focus its business development efforts on securing design-and-build and design-build-and-lease contracts in the face of an anticipated slowdown in this sector, with special emphasis being placed on opportunities in niche growth industries and for expanding the Group's recurring income base. Despite the slow growth of the overall industrial real estate market, the division displayed a good start to 2011 with the award of three contracts.

Geo-Spatial Technology expects sustained demand from government agencies in Australia and South East Asia.

In Libya, we have successfully restructured our joint venture and now expect an earlier completion of the project. Going forward, the Group will account for its interest in the JV as an investment.

With most of the Group's main businesses currently operating in the faster growing Asia Pacific region, the Group expects to continue performing well for the remainder of FY2011.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on? No.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been declared/recommended for this period.

**13. Confirmation by the Board**

We, Wong Fong Fui and Loh Kai Keong, being two of the directors of Boustead Singapore Limited (the "Company"), do hereby confirm on behalf of the directors of the Company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the Company which may render the 3Q FY2011 financial results to be false or misleading.

On behalf of the board of directors

WONG FONG FUI  
Chairman

LOH KAI KEONG  
Director

**BY ORDER OF THE BOARD**

*Alvin Kok*  
*Company Secretary*  
14 February 2011