

Company Announcement



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

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BOUSTEAD SUBSIDIARY AWARDED DESIGN-BUILD-AND-LEASE CONTRACT FOR CONTINENTAL AUTOMOTIVE R&D CENTRE

- ***Sixth industrial real estate contract secured since start of 2011***
- ***Eighth industrial facility in industrial leasehold facilities portfolio***

Singapore, 17 March 2011

Boustead Singapore Limited ("Boustead") is pleased to announce that its wholly-owned subsidiary, Boustead Projects Pte Ltd ("Boustead Projects") has been awarded a contract to design, build and lease an advanced R&D and technology centre (the "R&D Centre") to Continental Automotive Singapore Pte Ltd ("Continental").

Continental AG is one of the world's leading automotive industry suppliers. With 140 years of experience, it is currently one of the five largest automotive suppliers globally. As a supplier of brake systems, systems for powertrains and chassis, instrumentation, infotainment solutions, vehicle electronics, tires and technical elastomers, Continental contributes to enhanced driving safety and global climate protection. Continental is also a competent partner in networked automobile communication.

To be completed in 1Q 2012, the R&D Centre will rise up to seven floors and have a gross floor area of approximately 11,250 square metres. The R&D Centre has been designed with structural provisions for an eighth floor to support future expansion plans.



Artist's impression of 11,250 sqm R&D and technology centre to be completed by 1Q 2012 *

* Final design may vary from artist's impression

Catering specifically to R&D and product development for interior electronic systems in automobiles, the R&D Centre will drive the product creation process from conception to realisation and finally onto the mass production of instrumentation clusters and displays, multimedia devices, radio navigation devices, centre stacks, interior modules and control systems. The R&D Centre will also house a specialised product verification and validation laboratory, as well as a test car space to ensure the highest levels of quality control management.

The knowledge-intensive R&D Centre is located at Kallang iPark, which is situated on the fringe of the Central Business District and close to the Kallang Riverfront, an area well served by major roads and expressways. The new industrial park is anticipated to be a high-tech and vibrant industrial hub attracting high value-adding and knowledge-based businesses which require modern and quality business space in a choice location.

The R&D Centre is the eighth industrial facility in Boustead Projects' portfolio of industrial leasehold facilities (both completed and under construction) and increases the portfolio size to an estimated gross floor area of over 85,000 square metres. Within just the last 12 months, Boustead Projects has secured design-build-and-lease contracts for four new industrial leasehold facilities totalling 40,000 square metres. Boustead Projects continues to pursue a long-term growth strategy for its portfolio of industrial leasehold facilities to enhance the recurring income stream.

Mr Thomas Chu, Managing Director of Boustead Projects said, "We are delighted that Continental Automotive Group – one of the world's biggest brands in automotive electronic systems – selected us to design, build and lease to them an advanced R&D and technology centre. This centre marks Continental's continuous efforts to drive innovation in automotive products in the fast-growing Asia Pacific region. We look forward to working with Continental and their real estate consultants – DTZ Debenham Tie Leung (SEA) Pte Ltd – to deliver a world-class R&D and technology centre."

Mr Chu added, "Continental joins our list of globally renowned clients in the high-tech industry including Applied Materials, Halliburton, IBM, Qioptiq and Rolls-Royce. With the support of the Economic Development Board, the transnational high-tech industry has been growing steadily in Singapore, providing opportunities for companies to supply innovative technologies and business solutions to enable the development of new growth markets."

"Having announced two contracts worth S\$72 million yesterday, along with today's announcement of the R&D and technology centre for Continental, we feel confident that we have a strong footing for the upcoming FY2012," stated Mr Chu.

As the above contract is not on a design-and-build arrangement, it will not be added to the Boustead Group's order book backlog (as at the end of 3Q FY2011 plus new orders in 4Q FY2011), which currently stands at S\$262 million.

The above contract is not expected to have a material impact on the profitability, earnings per share or net asset value per share of Boustead in the current financial year ending 31 March 2011 or the next financial year ending 31 March 2012.

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

**Industrial Real Estate Solutions –
Recent Corporate Milestones**

Location

Mar 2011	Awarded design-build-and-lease contract for 11,250 sqm advanced R&D and technology centre for Continental Automotive Singapore Pte Ltd at Kallang iPark	Singapore
Mar 2011	Awarded S\$17m design-and-build contract for 20,000 sqm integrated high-tech production and R&D centre at Tukang Innovation Park	Singapore
Mar 2011	Awarded S\$55m contract for 42,110 sqm integrated logistics facility for SDV Logistics (Singapore) Pte Ltd	Singapore
Feb 2011	Awarded design-build-and-lease contract for 9,400 sqm integrated aircraft sales, fixed-base operator, maintenance, repair and overhaul facility for Hawker Pacific Asia Pte Ltd at Seletar Aerospace Park	Singapore
Jan 2011	Awarded S\$7m design-and-build contract for 11,600 sqm electronic power converters manufacturing facility for XP Power (Vietnam) Co Ltd at My Phuoc 3 Industrial Park	Vietnam
Jan 2011	Awarded design-and-build contract to jointly construct demineralisation plant with sister company, Boustead Salcon Water Solutions Pte Ltd for TP Utilities Pte Ltd at Tembusu Multi-Utilities Complex	Singapore
Jan 2011	Received bizSAFE Mentor from Workplace Safety & Health Council ("WSHC") and one of only 12 bizSAFE Mentors in Singapore	Singapore
Aug 2010	Awarded design-build-and-lease contract for 12,000 sqm logistics facility for Hankyu Hanshin Express (Singapore) Pte Ltd at Changi International LogisPark	Singapore
Aug 2010	Awarded S\$12m design-and-build contract for 12,500 sqm regional distribution centre and specialised cold chain logistics facility for World Courier Singapore Pte Ltd at Changi International LogisPark	Singapore
Jul 2010	Received Workplace Safety & Health Performance Silver Award from WSHC and Ministry of Manpower ("MOM") for excellence in safety and health	Singapore
Jul 2010	Received four Safety & Health Award Recognition for Projects ("SHARP") Awards from WSHC and MOM for achievement of zero accidents over 1,000,000 man-hours at Applied Materials Building and IBM Singapore Technology Park, over 800,000 man-hours at The Singapore FreePort, and over 500,000 man-hours at Singapore Aero Engine Services	Singapore
Jul 2010	Senior Corporate Safety Manager, Howard How received Workplace Safety & Health Officer Award from WSHC and MOM	Singapore
Jun 2010	Completed sale of 32,600 sqm IBM Singapore Technology Park for S\$68m to IBM International Holdings BV Singapore Branch	Singapore
May 2010	32,600 sqm IBM Singapore Technology Park received Green Mark Gold Award	Singapore
May 2010	13,550 sqm office building for Sun Venture Investments (Singapore) Pte Ltd received Green Mark Gold Award	Singapore
Mar 2010	Awarded S\$40m design-and-build contract for 7,900 sqm advanced integrated test bed facility for Cenco Inc for end-user client, Rolls-Royce Singapore Pte Ltd at Seletar Aerospace Park	Singapore
Mar 2010	Awarded design-build-and-lease contract for 6,000 sqm integrated manufacturing and office facility for Safran Electronics Asia Pte Ltd	Singapore
Dec 2009	Awarded S\$107m design-and-build contract for 28,000 sqm advanced integrated manufacturing and support facility for Rolls-Royce Singapore Pte Ltd at Seletar Aerospace Park	Singapore

About Boustead Singapore Limited

Established in 1828, Boustead Singapore Limited is a progressive global Infrastructure-Related Engineering Services and Geo-Spatial Technology Group listed on the Singapore Exchange. Focusing on the engineering and development of key infrastructure supporting economic growth in the public and private sectors of emerging markets, our strong suite of Engineering Services comprises: Energy-Related Engineering, Water & Wastewater Engineering and Real Estate Solutions.

Under our Geo-Spatial Technology arm, we provide professional services and exclusively distribute ESRI geo-spatial technology – the world’s leading geographic information systems and location intelligence solutions – to major markets across Australia and South East Asia. Our location intelligence solutions are essential to effectively plan, deploy and manage key infrastructure and resources in countries.

With a vast global network stretching across Asia, Australia, Europe, Africa and the Americas, Boustead is ready to serve the world. To date, Boustead has undertaken infrastructure-related projects in 79 countries globally.

In 2008 and 2009, Boustead 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. Boustead is also listed on the MSCI Global Small Cap Index for Singapore and the FTSE ST Small Cap Index.

Visit us at www.boustead.sg.

About Boustead Projects Pte Ltd

Boustead Projects Pte Ltd is a leading industrial real estate solutions provider in Singapore, with core engineering expertise in the design-and-build, and development of industrial facilities for multinational corporations and local enterprises. To date, Boustead Projects has constructed and developed more than 2,000,000 square metres of industrial real estate regionally in Singapore, China, Malaysia and Vietnam.

Boustead Projects’ in-depth experience in designing and constructing custom-built facilities covers the aviation, high-tech manufacturing, technology, logistics, precision engineering, electronics, healthcare and lifestyle industries. It is also a leader in pioneering advanced environmentally-sustainable facilities under Green Mark and LEED. In Singapore, Boustead Projects is one of only 12 bizSAFE Mentors and also a bizSAFE Partner, the highest qualification that can be attained in recognition of a company’s HSE management programmes. Visit Boustead Projects at www.bousteadprojects.com.

About Continental AG

With annual sales of more than €25.5 billion for 2010, Continental is among the leading automotive suppliers worldwide. As a supplier of brake systems, systems and components for powertrains and chassis, instrumentation, infotainment solutions, vehicle electronics, tires and technical elastomers, Continental contributes to enhanced driving safety and global climate protection. Continental is also a competent partner in networked automobile communication. Continental currently employs approximately 149,000 people in 46 countries.

Contact Information

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