

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 1Q FY2012
ENDED 30 JUNE 2011



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 First Quarter Ended
30 June 2011

**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		
		30.6.11 \$'000	30.6.10 \$'000	Inc/(Dcr) %
Revenue		90,686	192,191	-53%
Cost of sales		(58,062)	(126,818)	-54%
Gross profit		32,624	65,373	-50%
Other operating income	1	978	854	15%
Selling and distribution expenses		(7,797)	(7,314)	7%
Administrative expenses		(9,681)	(13,110)	-26%
Other operating expenses		(3,197)	(3,683)	-13%
Finance costs		(201)	(111)	81%
Profit before income tax	2	12,726	42,009	-70%
Income tax expense	3	(3,603)	(7,051)	-49%
Profit for the period		9,123	34,958	-74%
Profit attributable to:				
Owners of the company		8,506	31,927	-73%
Non-controlling interests		617	3,031	-80%
		9,123	34,958	-74%

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		
		First quarter ended		Inc/(Dcr) %
		30.6.11 \$'000	30.6.10 \$'000	
Profit for the period		9,123	34,958	-74%
Other comprehensive income (net of tax):				
Exchange differences on translation of foreign operations		54	(1,900)	NM
Investments revaluation reserve		10	-	100%
Other comprehensive loss for the period, net of tax		64	(1,900)	NM
Total comprehensive income for the period		9,187	33,058	-72%
Total comprehensive income attributable to:				
Owners of the company		8,404	30,271	-72%
Non-controlling interests		783	2,787	-72%
		9,187	33,058	-72%

NM - not meaningful

	GROUP		
	First quarter ended		
	30.6.11	30.6.10	Inc/(Dcr)
	\$'000	\$'000	%
<u>Note 1: Other operating income</u>			
Interest income	725	610	19%
Other rental income	253	244	4%
	978	854	15%
<u>Note 2 : The profit before income tax is arrived at after (charging)/crediting the following:</u>			
Depreciation expense	(836)	(811)	3%
Amortisation expense	(59)	(76)	-22%
Gain on disposal of equipment	82	-	100%
Gain on disposal of assets held for sale	-	618	-100%
Net foreign currency exchange adjustment loss	(330)	(2,940)	-89%
Fair value adjustment on foreign exchange contracts and held-for-trading investments	(318)	(924)	-66%
Share option expense	-	(62)	-100%
<u>Note 3: Income tax</u>			
Over provision in prior years	37	-	100%

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	
		30.6.11 \$'000	31.3.11 \$'000	30.6.11 \$'000	31.3.11 \$'000
ASSETS					
Current assets					
Cash and bank balances		224,491	209,788	105,349	90,500
Trade receivables		75,832	96,810	-	-
Other receivables and prepayments		19,243	15,931	6,888	7,164
Available-for-sale investments		1,268	-	1,268	-
Held-for-trading investments		6,145	6,282	6,145	6,282
Foreign exchange contracts		-	66	193	66
Loans to subsidiaries		-	-	22,223	25,080
Inventories		4,179	3,233	-	-
Properties held for sale		55,981	55,683	-	-
Contracts work-in-progress		41,416	47,325	-	-
		428,555	435,118	142,066	129,092
Assets held for sale		746	746	1,497	1,497
Total current assets		429,301	435,864	143,563	130,589
Non-current assets					
Property, plant and equipment		15,437	15,775	-	-
Investment properties		25,969	13,463	-	-
Goodwill		1,584	1,536	-	-
Other intangible assets		1,874	1,875	30	30
Investments in associates		5,192	5,192	3,940	3,940
Investments in subsidiaries		-	-	132,928	133,038
Available-for-sale investments		14,827	9,684	9,277	4,134
Deferred tax assets		2,925	2,889	-	-
Total non-current assets		67,808	50,414	146,175	141,142
Total assets		497,109	486,278	289,738	271,731
LIABILITIES AND EQUITY					
Current liabilities					
Bank loans and overdrafts	1(b)(ii)	3,522	3,531	-	-
Foreign exchange contracts		252	-	-	-
Trade and other payables		193,896	187,869	4,847	5,271
Loans from subsidiaries		-	-	187,881	169,582
Contracts work-in-progress		5,336	9,926	-	-
Income tax payable		22,212	21,667	-	-
Total current liabilities		225,218	222,993	192,728	174,853
Non-current liabilities					
Long-term bank loans	1(b)(ii)	21,083	21,623	-	-
Pension liability		1,777	1,824	-	-
Deferred tax liabilities		2,375	2,369	-	-
Total non-current liabilities		25,235	25,816	-	-
Capital, reserves and non-controlling interests					
Share capital	1(d)(i)	73,861	73,861	73,861	73,861
Treasury shares		(5,403)	(5,403)	(5,403)	(5,403)
Accumulated profits		185,871	177,365	28,489	28,367
Other reserves	1(d)(i)	(16,509)	(16,407)	63	53
Equity attributable to owners of the company		237,820	229,416	97,010	96,878
Non-controlling interests		8,836	8,053	-	-
Total equity		246,656	237,469	97,010	96,878
Total liabilities and equity		497,109	486,278	289,738	271,731

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

Amount repayable in one year or less, or on demand

As at 30.6.11 \$'000		As at 31.3.11 \$'000	
Secured	Unsecured	Secured	Unsecured
3,522	-	3,531	-

Amount repayable after one year

As at 30.6.11 \$'000		As at 31.3.11 \$'000	
Secured	Unsecured	Secured	Unsecured
21,083	-	21,623	-

An amount of \$4,750,000 (31.3.11: \$4,875,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 12 Changi North Way, Singapore.

An amount of \$3,880,000 (31.3.11: \$4,120,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 16 Changi North Way, Singapore.

An amount of \$6,600,000 (31.3.11: \$6,850,000) 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 \$4,055,000 (31.3.11: \$4,180,000) is secured by way of a legal mortgage on a leasehold property of a subsidiary at 25 Changi North Rise, Singapore.

An amount of \$5,320,000 (31.3.11: \$5,129,000) 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.

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	
	First quarter ended 30.6.11 \$'000	30.6.10 \$'000
Operating activities		
Profit before income tax	12,726	42,009
Adjustments for:		
Depreciation expense	836	811
Amortisation expense	59	76
Share option expense	-	62
Gain on disposal of assets held for sale	-	(618)
Gain on disposal of equipment	(82)	-
Fair value adjustment on foreign exchange contracts and held-for-trading investments	318	924
Interest expense	201	111
Interest income	(725)	(610)
Operating cash flows before changes in working capital	13,333	42,765
Decrease/(Increase) in receivables	17,666	(2,363)
Decrease /(Increase) in inventories and contracts work-in-progress	373	(10,548)
(Increase)/Decrease in properties held for sale	(298)	20,819
Increase/(Decrease) in payables	5,980	(45,645)
Cash generated from operations	37,054	5,028
Interest income received	725	610
Interest expense paid	(201)	(111)
Income tax paid	(3,089)	(3,904)
Net cash from operating activities	34,489	1,623
Investing activities		
Proceeds from disposal of equipment	118	-
Purchase of equipment	(519)	(767)
Purchase of available-for-sale investments	(6,411)	(2,078)
Increase in investment properties	(12,593)	-
Net cash inflow on disposal of assets held for sale	-	835
Net cash used in investing activities	(19,405)	(2,010)
Financing activities		
Net proceeds from issue of shares of the company	-	120
Proceeds from short-term bank loans	-	4,601
Proceeds from long-term bank loans	191	-
Repayment of long-term bank loans	(740)	(740)
Payment of dividends to non-controlling interests	-	(61)
Acquisition of non-controlling interests	-	(2,617)
Net cash (used in)/from financing activities	(549)	1,303
Net increase in cash and cash equivalents	14,535	916
Cash and cash equivalents at beginning of the period	209,788	222,410
Effect of foreign exchange rate changes	168	(944)
Cash and cash equivalents at end of the period	224,491	222,382

Note (a)

Note (b)

Notes to the consolidated cash flow statement:

	GROUP	
	First quarter ended	30.6.10
	30.6.11	30.6.10
	\$'000	\$'000
(a) Disposal of assets held for sale		
Assets held for sale	-	4,440
Liabilities associated with assets held for sale	-	(4,104)
Net assets disposed	-	336
Gain on disposal	-	618
Total consideration	-	954
Net cash and bank balances disposed	-	(119)
Net cash inflow on disposal of assets held for sale	-	835
(b) Cash and cash equivalents		
Cash at bank	83,933	81,717
Short-term deposits	140,558	143,171
	224,491	224,888
Bank overdrafts	-	(2,506)
Cash and cash equivalents at end of the period	224,491	222,382

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-----)							Subtotal \$'000	Equity attributable to owners of the company \$'000	Non- controlling interests \$'000	Total \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Investments revaluation reserve \$'000	Share option reserve \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000				
GROUP											
Balance at 1 April 2011	73,861	(5,403)	177,365	24	29	(10,710)	(5,750)	(16,407)	229,416	8,053	237,469
Total comprehensive income for the period	-	-	8,506	10	-	-	(112)	(102)	8,404	783	9,187
Balance at 30 June 2011	73,861	(5,403)	185,871	34	29	(10,710)	(5,862)	(16,509)	237,820	8,836	246,656

	(-----Other reserves-----)							Subtotal \$'000	Equity attributable to owners of the company \$'000	Non- controlling interests \$'000	Total \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Share option reserve \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000					
GROUP											
Balance at 1 April 2010	72,853	(4,983)	155,474	310	(5,986)	(4,361)	(10,037)	213,307	17,264	230,571	
Total comprehensive income for the period	-	-	31,927	-	-	(1,656)	(1,656)	30,271	2,787	33,058	
Acquisition of non-controlling interests	-	-	-	-	(2,308)	-	(2,308)	(2,308)	(309)	(2,617)	
Share option expense	-	-	-	62	-	-	62	62	-	62	
Issue of shares	120	-	-	-	-	-	-	120	-	120	
Balance at 30 June 2010	72,973	(4,983)	187,401	372	(8,294)	(6,017)	(13,939)	241,452	19,742	261,194	

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
COMPANY							
Balance at 1 April 2011	73,861	(5,403)	28,367	24	29	53	96,878
Total comprehensive income for the period	-	-	122	10	-	10	132
Balance at 30 June 2011	73,861	(5,403)	28,489	34	29	63	97,010

	Share capital \$'000	Treasury Shares \$'000	Accumulated profits \$'000	(-----Other reserves-----) Share option reserve \$'000	Subtotal \$'000	Total \$'000
COMPANY						
Balance at 1 April 2010	72,853	(4,983)	29,514	310	310	97,694
Total comprehensive income for the period	-	-	(418)	-	-	(418)
Share option expense	-	-	-	62	62	62
Issue of shares	120	-	-	-	-	120
Balance at 30 June 2010	72,973	(4,983)	29,096	372	372	97,458

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) remained unchanged at 506,248,524 ordinary shares. As at 30 June 2011, there were a total of 10,987,000 (30.6.10: 10,539,000) treasury shares.

As at 30 June 2011, there were unexercised options of 1,240,000 (30.6.10: 2,730,000) 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.

	As at 30.6.11	As at 31.3.11
Total number of issued shares (excluding treasury shares)	506,248,524	506,248,524

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	
	First quarter ended 30.6.11	30.6.10
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 (¢)	1.7	6.3
(ii) On a fully diluted basis (¢)	1.7	6.3
Weighted average number of ordinary shares in issue:		
Basic (*)	506,248,524	505,473,191
Fully diluted basis (**)	507,130,900	507,059,132

* 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	
	30.6.11	31.3.11	30.6.11	31.3.11
Net asset value per ordinary share based on issued shares (excluding treasury shares) as at the end of the period reported on (¢)	47.0	45.3	19.2	19.1
Number of issued shares (excluding treasury shares) as at the end of the period reported on	506,248,524	506,248,524	506,248,524	506,248,524

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 1Q FY2012 ended 30 June 2011, the Group achieved revenue of \$90.7 million and net profit attributable to owners of the company of \$8.5 million, decreasing 53% and 73% respectively.

In the previous year's corresponding quarter (i.e. 1Q FY2011), the Group recorded revenue and profit from the sale of an industrial leasehold property. In 1Q FY2012, there was an absence of a comparable industrial leasehold property sale. Adjusting for the exclusion of the \$67.8 million property sale in 1Q FY2011, revenue and net profit attributable to owners of the company for 1Q FY2012 would have decreased by 27% and 18% respectively.

The 1Q FY2011 revenue of \$192.2 million reflects a reversal of revenue of \$46 million which had been incorrectly taken up upon the completion of the sale of the industrial leasehold property. This had been corrected in the 2Q FY2011 financial results announcement released last year.

Segment Revenue

Segment	Revenue		Change %
	1Q FY2012 \$m	1Q FY2011 \$m	
Engineering Services	64.3	*166.7	-61
Geo-Spatial Technology	26.3	25.4	+4
Investment Activities	0.1	0.1	+0
Group Total	90.7	*192.2	-53

* Includes S\$67.8 million sale of industrial leasehold property

For 1Q FY2012, revenue from Engineering Services declined 61% to \$64.3 million, due mainly to slower revenue recognition on major projects and the absence of a comparable industrial leasehold property sale. Revenue from Geo-Spatial Technology rose 4% to \$26.3 million on stronger demand in South East Asia.

Engineering Services Revenue

Division	Revenue		Change %
	1Q FY2012	1Q FY2011	
	\$m	\$m	
Energy-Related Engineering	27.6	37.4	-26
Water & Wastewater Engineering	8.5	7.4	+15
Real Estate Solutions	28.2	*121.9	-77
Engineering Total	64.3	*166.7	-61

* Includes S\$67.8 million sale of industrial leasehold property

The Energy-Related Engineering Division achieved revenue of \$27.6 million in 1Q FY2012, decreasing 26%. A higher proportion of revenue recognition will occur in subsequent quarters as most projects were in their initial stages of execution in 1Q FY2012.

The Water & Wastewater Engineering Division (i.e. Boustead Salcon Water Solutions) registered revenue of \$8.5 million in 1Q FY2012, growing 15%. Steady progress was attained across the division's two major projects, the 27,700 cubic metres/day new water recycling plant at Al Wathba in the UAE and the 17,280 cubic metres/day demineralisation plant at Tuas Power Tembusu Multi-Utilities Complex in Singapore.

The Real Estate Solutions Division contributed revenue of \$28.2 million in 1Q FY2012, decreasing 77%. This was due mainly to slower revenue recognition on major projects under the industrial real estate solutions business (i.e. Boustead Projects). In addition, there was the absence of an industrial leasehold property sale unlike the previous year's corresponding quarter.

Geo-Spatial Technology Revenue

Revenue from Geo-Spatial Technology rose 4% to \$26.3 million, underpinned by stronger demand from South East Asia.

Group Profitability

For 1Q FY2012, the Group's gross profit declined 50% to \$32.6 million. The gross profit margin improved to 36% in 1Q FY2012, up from 34% in 1Q FY2011.

Overhead expenses decreased to \$20.7 million, dropping 14%. This was achieved with effective cost control measures, as well as a significantly lower net foreign currency exchange adjustment loss of \$0.3 million in 1Q FY2012 as compared to a loss of \$2.9 million in 1Q FY2011.

Profit before income tax was \$12.7 million, decreasing 70%. A breakdown of the profit before income tax by core operating divisions is provided.

Segment/Division	PBT		Change %
	1Q FY2012	1Q FY2011	
	\$m	\$m	
Engineering Services			
- Energy-Related Engineering	1.2	5.9	-80
- Water & Wastewater Engineering	(0.2)	0.2	NM
- Real Estate Solutions	6.0	*30.6	-80
	7.0	36.7	-81
Geo-Spatial Technology	6.5	6.7	-3
Investment Activities	(0.8)	(1.4)	-43
Group Total	12.7	*42.0	-70

NM – not meaningful

* Includes gain on sale of industrial leasehold property

With the exception of the Water & Wastewater Engineering Division, the other three core operating divisions registered a profit before income tax. Profitability at the other three core operating divisions was affected by:

- Energy-Related Engineering Division – competitive pressure on margins for major projects specifically located in the Middle East;
- Real Estate Solutions Division – the absence of an industrial leasehold property sale in 1Q FY2012; and
- Geo-Spatial Technology Division – higher overheads incurred to strengthen the consulting and professional services teams in Australia in anticipation of future growth in these specific areas.

For 1Q FY2012, the Group achieved net profit attributable to owners of the company of \$8.5 million, decreasing 73%. There was also a higher effective income tax rate due to the geographic contribution of taxable profit.

Cash Flow Statement

During 1Q FY2012, cash and cash equivalents (after taking into account the effect of foreign exchange rate changes) increased to \$224.5 million. Net cash inflow from operating activities amounted to \$34.5 million. Net cash outflow from investing activities was \$19.4 million, due mainly to the \$12.6 million increase in investment properties (for the Group's industrial leasehold portfolio) and the \$6.4 million purchase of available-for-sale investments. In addition, there was net cash outflow from financing activities of \$0.5 million, due solely to the repayment of long-term bank loans.

Statement of Financial Position

For 1Q FY2012, the Group's financial position remained healthy. Cash and bank balances increased to \$224.5 million.

Trade receivables decreased significantly to \$75.8 million on collections made by the various businesses. Investment properties nearly doubled to \$26.0 million with the ongoing development of design-build-and-lease projects and deferred industrial property sale arrangements. Available-for-sale investments increased after the Group completed the \$4 million purchase of shares in SGX-listed Hankore Environment Technology Group and made further investments under the Group's cash management programme.

The Group's net asset value per share increased to \$0.470 as at the end of 1Q FY2012, up from \$0.453 in FY2011.

The Group's net cash position (i.e. net of all bank borrowings) was approximately \$200 million as at the end of 1Q FY2012, translating to a net cash per share position of \$0.395.

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.

The prevalence of serious economic and financial issues in Europe and the US continue to weigh heavily on the global economic climate. As outlined in the Group's FY2011 Annual Report, the Group continues to focus its resources and business development efforts in the Asia Pacific, where the best economic prospects exist and where the bulk of its operations are located.

Since the beginning of calendar year 2011, the Group has witnessed a steady recovery in new contract awards. In the past seven months, the Group has secured \$237 million in turnkey contracts, in addition to signing sale agreements for a \$55 million logistics facility for SDV Logistics and a \$38 million strata divided building, which are expected to be completed in FY2013 and FY2014 respectively. Enquiry pipelines across all four core operating divisions remain healthy.

The Group will continue to pursue business development activities, and acquisition and investment opportunities across the Asia Pacific and has the capability to do so with its strong net cash position of approximately \$200 million.

The current order book backlog stands at approximately \$270 million (as at the end of 1Q FY2012 plus new orders since then). This amount does not include \$93 million in deferred industrial property sales or the recurring rental income that is derived from the Group's industrial leasehold portfolio of nine properties (both completed and under construction) with a gross floor area of over 90,000 square metres. Going forward in FY2012, the Group is cautiously confident as it seeks to continue its momentum in securing more contracts, barring a potential global economic fallout caused by events in Europe, the US and MENA.

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/recommendeded, a statement to that effect.

No dividend has been declared/recommendeded 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 1Q FY2012 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
12 August 2011