

BOUSTEAD SINGAPORE LIMITED
AND ITS SUBSIDIARIES



ENGINEERING THE WORLD OF THE FUTURE

ENERGY-RELATED ENGINEERING · REAL ESTATE SOLUTIONS · GEO-SPATIAL TECHNOLOGY

SGXNET ANNOUNCEMENT
UNAUDITED RESULTS FOR 3Q FY2015
ENDED 31 DECEMBER 2014



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 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 – 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 84 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.

Visit the Group website at www.boustead.sg.

BOUSTEAD SINGAPORE LIMITED
(Company Registration No. 197501036K)

Unaudited Financial Statements and Related Announcement for the Third Quarter Ended 31 December 2014

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

1.(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, 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		
		31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %	31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %
Revenue		177,930	129,687	37%	434,077	371,695	17%
Cost of sales		(135,934)	(81,810)	66%	(300,043)	(248,144)	21%
Gross profit		41,996	47,877	-12%	134,034	123,551	8%
Other operating income	1	1,462	1,359	8%	3,867	4,031	-4%
Other gains/(losses) – net	2	545	(514)	NM	3,401	3,982	-15%
Selling and distribution expenses		(7,864)	(9,050)	-13%	(25,480)	(27,149)	-6%
Administrative expenses		(12,730)	(11,018)	16%	(35,919)	(31,820)	13%
Other operating expenses		(4,385)	(4,034)	9%	(12,880)	(12,277)	5%
Finance costs		(534)	(250)	114%	(1,093)	(575)	90%
Share of results of an associated company and a joint venture		(131)	-	NM	(931)	-	NM
Profit before income tax	3	18,359	24,370	-25%	64,999	59,743	9%
Income tax expense	4	(5,782)	(4,973)	16%	(17,253)	(12,191)	42%
Total profit		12,577	19,397	-35%	47,746	47,552	0%
Profit attributable to:							
Equity holders of the company		11,820	18,424	-36%	45,419	45,160	1%
Non-controlling interests		757	973	-22%	2,327	2,392	-3%
		12,577	19,397	-35%	47,746	47,552	0%

NM – not meaningful

1.(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)

	GROUP Third quarter ended			GROUP 9-month period ended		
	31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %	31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %
Total profit	12,577	19,397	-35%	47,746	47,552	0%
Other comprehensive income:						
<u>Items that may be reclassified subsequently to profit or loss</u>						
Currency translation differences arising from consolidation	(545)	(1,535)	-64%	(1,853)	(4,771)	-61%
Investment revaluation reserve	-	-		-	-	
- Fair value changes during the period	(7)	3,360	NM	416	6,093	-93%
- Reclassification to profit or loss on disposal of available-for-sale investments	-	-		(4,897)	-	NM
<u>Items that may not be reclassified subsequently to profit or loss</u>						
Actuarial loss	(151)	-	NM	(466)	-	NM
Other comprehensive (loss)/income, net of tax	(703)	1,825	NM	(6,800)	1,322	NM
Total comprehensive income	11,874	21,222	-44%	40,946	48,874	-16%
Total comprehensive income attributable to:						
Equity holders of the company	11,147	20,493	-46%	38,729	47,431	-18%
Non-controlling interests	727	729	0%	2,217	1,443	54%
	11,874	21,222	-44%	40,946	48,874	-16%

NM – not meaningful

1.(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income, for the group, together with a comparative statement for the corresponding period of the immediately preceding financial year. (cont'd)

	GROUP Third quarter ended			GROUP 9-month period ended		
	31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %	31.12.14 \$'000	31.12.13 \$'000	Inc/(Dcr) %
<u>Note 1: Other operating income</u>						
Interest income	1,177	1,041	13%	3,014	3,074	-2%
Others	285	318	-10%	853	957	-11%
	1,462	1,359	8%	3,867	4,031	-4%
<u>Note 2: Other gains/(losses) – net</u>						
Fair value adjustment on foreign exchange contracts and held-for-trading investments	37	(1,472)	NM	1,021	38	2,587%
Net foreign currency exchange adjustment	593	369	61%	(854)	(1,604)	-47%
Gain on disposal of assets held for sale	-	-		-	5,021	-100%
(Loss)/Gain on disposal of subsidiaries	(89)	466	NM	(43)	385	NM
Loss on disposal of held-for-trading investments	-	-		(336)	-	NM
Gain on disposal of available-for-sale investments	4	123	-97%	3,613	142	2,444%
	545	(514)	NM	3,401	3,982	-15%
<u>Note 3: The profit before income tax is arrived at after charging the following:</u>						
Depreciation expense	(2,545)	(2,199)	16%	(7,379)	(6,003)	23%
Loss on disposal of property, plant and equipment	-	(22)	-100%	(19)	(38)	-50%
Share-based payment expense	-	-		(124)	(15)	727%
<u>Note 4: Income tax</u>						
Overprovision in prior years	319	294	9%	61	269	-77%

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.

NM – not meaningful

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	
		31.12.14 \$'000	31.3.14 \$'000	31.12.14 \$'000	31.3.14 \$'000
ASSETS					
Current assets					
Cash and cash equivalents		292,423	219,341	42,298	57,850
Trade receivables		107,360	116,813	-	-
Other receivables and prepayments		46,245	51,540	11,332	11,160
Held-for-trading investments		2,813	4,320	2,813	4,320
Foreign exchange contracts		172	38	-	38
Loans to subsidiaries		-	-	40,498	34,584
Inventories		5,220	5,315	-	-
Properties held for sale		30,427	30,368	-	-
Contracts work-in-progress		83,853	37,511	-	-
Available-for-sale investments		-	8,353	-	8,353
		568,513	473,599	96,941	116,305
Non-current assets					
Property, plant and equipment		17,205	17,025	-	-
Investment properties		164,278	105,941	-	-
Goodwill		1,308	1,322	-	-
Other intangible assets		1,461	2,420	74	74
Investments in associated companies		3,996	3,959	2,787	2,787
Investment in a joint venture		4,023	4,467	-	-
Investments in subsidiaries		-	-	119,974	124,880
Available-for-sale investments		76,569	69,392	58,613	51,435
Trade receivables		7,438	-	-	-
Prepayments		172	1,221	-	-
Deferred income tax assets		2,523	2,734	-	-
		278,973	208,481	181,448	179,176
Total assets		847,486	682,080	278,389	295,481
LIABILITIES					
Current liabilities					
Bank loans and overdrafts	1(b)(ii)	12,822	6,727	-	809
Foreign exchange contracts		540	1,420	540	-
Trade and other payables		283,762	238,093	3,478	4,557
Loans from subsidiaries		-	-	158,891	170,054
Contracts work-in-progress		3,831	3,302	-	-
Income tax payable		15,902	14,723	-	-
		316,857	264,265	162,909	175,420
Non-current liabilities					
Bank loans	1(b)(ii)	146,815	46,740	-	-
Pension liability		3,237	3,094	-	-
Trade and other payables		2,615	4,095	-	-
Deferred income tax liabilities		2,156	2,186	-	-
		154,823	56,115	-	-
Total liabilities		471,680	320,380	162,909	175,420
NET ASSETS		375,806	361,700	115,480	120,061
EQUITY					
Capital and reserves attributable to equity holders of the company					
Share capital		92,483	92,279	92,483	92,279
Treasury shares		(10,263)	(10,401)	(10,263)	(10,401)
Accumulated profits		303,860	284,728	31,655	31,915
Other reserves		(20,458)	(14,258)	1,605	6,268
		365,622	352,348	115,480	120,061
Non-controlling interests		10,184	9,352	-	-
Total equity	1(d)(i)	375,806	361,700	115,480	120,061

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

Amount repayable within one year or less, or on demand

As at 31.12.14 \$'000		As at 31.3.14 \$'000	
Secured	Unsecured	Secured	Unsecured
12,320	502	5,415	1,312

Amount repayable after one year

As at 31.12.14 \$'000		As at 31.3.14 \$'000	
Secured	Unsecured	Secured	Unsecured
146,815	-	46,740	-

Total borrowings of \$159,135,000 (31.3.14: \$52,155,000) are secured over properties held for sale and investment properties of the Group.

1.(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flows

	GROUP		GROUP	
	Third quarter ended 31.12.14 \$'000	31.12.13 \$'000	9-month period ended 31.12.14 \$'000	31.12.13 \$'000
Cash flows from operating activities				
Profit before income tax	18,359	24,370	64,999	59,743
Adjustments for:				
Share of results of an associated company and a joint venture	131	-	931	-
Depreciation expense	2,545	2,199	7,379	6,003
Loss on disposal of property, plant and equipment	-	22	19	38
Loss/(Gain) on disposal of subsidiaries	89	(466)	43	(385)
Share-based payment expense	-	-	124	15
Gain on disposal of available-for-sale investments	(4)	(123)	(3,613)	(142)
Loss on disposal of held-for-trading investments	-	-	336	-
Gain on disposal of assets held for sale	-	-	-	(5,021)
Fair value adjustment on foreign exchange contracts and held-for-trading investments	(37)	1,472	(1,021)	(38)
Finance expenses	534	250	1,093	575
Interest income	(1,177)	(1,041)	(3,014)	(3,074)
Unrealised currency translation losses/gains	(927)	2,021	469	6,732
	19,513	28,704	67,745	64,446
Changes in working capital:				
Receivables	(1,408)	(39,308)	7,850	16,578
Inventories and contracts work-in-progress	(26,189)	28,581	(46,190)	(1,752)
Payables	46,783	12,230	43,858	22,968
Cash generated from operations	38,699	30,207	73,263	102,240
Interest received	1,177	1,041	3,014	3,074
Interest paid	(534)	(250)	(1,093)	(575)
Income tax paid	(5,156)	(4,318)	(15,888)	(16,023)
Net cash provided by operating activities	34,186	26,680	59,296	88,716

1.(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flows (cont'd)

	GROUP		GROUP	
	Third quarter ended 31.12.14 \$'000	31.12.13 \$'000	9-month period ended 31.12.14 \$'000	31.12.13 \$'000
Cash flows from investing activities				
Proceeds from disposal of property, plant and equipment	-	87	57	183
Proceeds from disposal of available-for-sale investments	-	5,001	7,066	9,638
Proceeds from disposal of held-for-trading investments	-	3,210	1,179	3,210
Purchase of property, plant and equipment	(485)	(867)	(3,265)	(2,128)
Purchase of available-for-sale investments	-	(11,105)	(6,777)	(24,476)
Additions to investment properties	(33,662)	(45,110)	(62,873)	(75,755)
Loan to an associated company		(11,889)	-	(11,889)
(Loan to)/Repayment from joint venture	-	6,408	(546)	6,408
Net cash inflow from disposal of assets held for sale and liabilities directly associated with assets held for sale	-	-	-	17,306
Net cash inflow from disposal of subsidiaries	1,358	19	1,200	301
Net cash inflow from disposal of a subsidiary retained as a joint venture	-	-	-	7,485
Net cash inflow on acquisition of subsidiaries	-	112	-	112
Net cash outflow on acquisition of an associated company	-	(1,351)	-	(1,351)
Net cash used in investing activities	(32,789)	(55,485)	(63,959)	(70,956)
Cash flows from financing activities				
Net proceeds from issue of shares of the company	-	-	36	120
Proceeds from long-term bank loans	31,179	27,000	111,283	27,000
Repayment of long-term bank loans	(2,404)	(1,354)	(5,112)	(7,936)
Payment of dividends to non-controlling shareholders	-	(150)	(486)	(1,027)
Dividends paid	-	(10,300)	(25,821)	(18,748)
Net cash provided by/(used in) financing activities	28,775	15,196	79,900	(591)
Net increase/(decrease) in cash and cash equivalents	30,172	(13,609)	75,237	17,169
Cash and cash equivalents				
Beginning of financial period	261,540	247,595	218,838	223,507
Effects of currency translation on cash and cash equivalents	209	(2,494)	(2,154)	(9,184)
End of financial period	291,921	231,492	291,921	231,492

1.(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flows (cont'd)

	GROUP		GROUP	
	Third quarter ended 31.12.14 \$'000	31.12.13 \$'000	9-month period ended 31.12.14 \$'000	31.12.13 \$'000
<u>Note to Consolidated Statement of Cash Flows</u>				
Cash and cash equivalents				
Cash and cash equivalents per Statements of Financial Position	292,423	231,492	292,423	231,492
Bank overdrafts	(502)	-	(502)	-
Cash and cash equivalents per Consolidated Statement of Cash Flows	291,921	231,492	291,921	231,492

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 equity holders of the company \$'000	Non- controlling interests \$'000	Total equity \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Investment revaluation reserve \$'000	Capital reserve \$'000	Share- based payment reserve \$'000	Foreign currency translation reserve \$'000				
GROUP											
Balance at 1 April 2014	92,279	(10,401)	284,728	5,030	(9,654)	182	(9,816)	(14,258)	352,348	9,352	361,700
Total comprehensive income for the period	-	-	33,284	(4,474)	-	-	(1,228)	(5,702)	27,582	1,490	29,072
Dividends to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(1,379)	(1,379)
Disposal of subsidiaries	-	-	-	-	-	-	206	206	206	(9)	197
Dividends	-	-	(25,821)	-	-	-	-	-	(25,821)	-	(25,821)
Vesting of share awards	139	138	-	-	-	(153)	-	(153)	124	-	124
Issue of shares	65	-	-	-	-	(29)	-	(29)	36	-	36
Balance at 30 September 2014	92,483	(10,263)	292,191	556	(9,654)	-	(10,838)	(19,936)	354,475	9,454	363,929
Total comprehensive income for the period	-	-	11,669	(7)	-	-	(515)	(522)	11,147	727	11,874
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	3	3
Balance at 31 December 2014	92,483	(10,263)	303,860	549	(9,654)	-	(11,353)	(20,458)	365,622	10,184	375,806

1.(d)(i) Statement of Changes in Equity (cont'd)

	-----Other reserves-----								Equity attributable to equity holders of the company	Non-controlling interests	Total equity
	Share capital	Treasury shares	Accumulated profits	Investment revaluation reserve	Capital reserve	Share-based payment reserve	Foreign currency translation reserve	Subtotal			
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
GROUP											
Balance at 1 April 2013	74,021	(10,472)	253,206	835	(10,710)	159	(6,171)	(15,887)	300,868	11,458	312,326
Total comprehensive income for the period	-	-	26,736	2,733	-	-	(2,531)	202	26,938	714	27,652
Dividends to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(118)	(118)
Disposal of subsidiaries	-	-	-	-	-	-	-	-	-	92	92
Dividends	-	-	(25,118)	-	-	-	-	-	(25,118)	-	(25,118)
Issue of shares	16,805	71	-	-	-	(100)	-	(100)	16,776	-	16,776
Balance at 30 September 2013	90,826	(10,401)	254,824	3,568	(10,710)	59	(8,702)	(15,785)	319,464	12,146	331,610
Total comprehensive income for the period	-	-	18,424	3,360	-	-	(1,291)	2,069	20,493	729	21,222
Acquisition of subsidiary	-	-	-	-	-	-	-	-	-	112	112
Dividends to non-controlling shareholders	-	-	-	-	-	-	-	-	-	(150)	(150)
Disposal of subsidiaries	-	-	-	-	-	-	78	78	78	-	78
Dividends	-	-	(10,300)	-	-	-	-	-	(10,300)	-	(10,300)
Balance at 31 December 2013	90,826	(10,401)	262,948	6,928	(10,710)	59	(9,915)	(13,638)	329,735	12,837	342,572

1.(d)(i) Statement of Changes in Equity (cont'd)

	(-----Other reserves-----)							Subtotal \$'000	Total \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Investment revaluation reserve \$'000	Capital reserve \$'000	Share- based payment reserve \$'000			
COMPANY									
Balance at 1 April 2014	92,279	(10,401)	31,915	5,030	1,056	182	6,268	120,061	
Total comprehensive income for the period	-	-	15,638	(4,474)	-	-	(4,474)	11,164	
Dividends	-	-	(25,821)	-	-	-	-	(25,821)	
Vesting of share awards	139	138	-	-	-	(153)	(153)	124	
Issue of shares	65	-	-	-	-	(29)	(29)	36	
Balance at 30 September 2014	92,483	(10,263)	21,732	556	1,056	-	1,612	105,564	
Total comprehensive income for the period	-	-	9,923	(7)	-	-	(7)	9,916	
Balance at 31 December 2014	92,483	(10,263)	31,655	549	1,056	-	1,605	115,480	

1.(d)(i) Statement of Changes in Equity (cont'd)

	(-----Other reserves-----)						Total \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Investment revaluation reserve \$'000	Share- based payment reserve \$'000	Subtotal \$'000	
COMPANY							
Balance at 1 April 2013	74,021	(10,472)	26,539	835	159	994	91,082
Total comprehensive income for the period	-	-	9,331	2,733	-	2,733	12,064
Dividends	-	-	(25,118)	-	-	-	(25,118)
Issue of shares	16,805	71	-	-	(100)	(100)	16,776
Balance at 30 September 2013	90,826	(10,401)	10,752	3,568	59	3,627	94,804
Total comprehensive income for the period	-	-	(126)	3,360	-	3,360	3,234
Dividends	-	-	(10,300)	-	-	-	(10,300)
Balance at 31 December 2013	90,826	(10,401)	326	6,928	59	6,987	87,738

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.

The issued and paid-up capital of the Company (excluding treasury shares) remained unchanged at 515,277,511 ordinary shares, same as the previous period reported on. As at 31 December 2014, there were a total of 16,126,102 (31.12.13: 16,343,089) treasury shares.

As at 31 December 2014, there were no unexercised options (31.12.13: 60,000) 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 31.12.14	As at 31.3.14
Total number of issued shares (excluding treasury shares)	515,277,511	515,000,524

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.

On 1 April 2014 and 1 August 2014, 150,542 and 66,445 treasury shares respectively, were utilised for the issuance of an aggregate of 216,987 ordinary shares under the Boustead Restricted Share Plan 2011.

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 Third quarter ended		GROUP 9-month period ended	
	31.12.14	31.12.13	31.12.14	31.12.13
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 (¢)	2.3	3.6	8.8	8.9
(ii) On a fully diluted basis (¢)	2.3	3.6	8.8	8.9
Weighted average number of ordinary shares in issue:				
Basic (*)	515,277,511	515,000,524	515,227,980	507,590,292
Fully diluted basis (**)	516,143,299	515,600,502	516,093,768	508,188,467

* 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 the 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	
	31.12.14	31.3.14	31.12.14	31.3.14
Net asset value per ordinary share based on issued shares (excluding treasury shares) as at the end of the period reported on (¢)	71.0	68.4	22.4	23.3
Number of issued shares (excluding treasury shares) as at the end of the period reported on	515,277,511	515,000,524	515,277,511	515,000,524

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

The Group's revenue is largely derived 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 FY2015 ended 31 December 2014, the Group achieved revenue of \$177.9 million and profit attributable to equity holders of the company ("net profit") of \$11.8 million, increasing 37% and decreasing 36% respectively, as compared to 3Q FY2014.

For 9M FY2015, the Group achieved revenue of \$434.1 million and net profit of \$45.4 million, increasing 17% and 1% respectively, as compared to 9M FY2014.

Segment/Division Revenue

Segment/ Division	Revenue		Favourable/ (Unfavourable) Change	Revenue		Favourable/ (Unfavourable) Change
	3Q FY2015 \$m	3Q FY2014 \$m	%	9M FY2015 \$m	9M FY2014 \$m	%
Engineering Services						
- Energy-Related Engineering*	47.8	51.7	-8	141.6	134.9	+5
- Real Estate Solutions	99.3	51.0	+95	206.6	158.3	+31
	147.1	102.7	+43	348.2	293.2	+19
Geo-Spatial Technology	30.8	27.0	+14	85.9	78.5	+9
Group Total	177.9	129.7	+37	434.1	371.7	+17

* Water & Wastewater Engineering's financial results have been grouped under Energy-Related Engineering

As mentioned in the 1Q FY2015 financial results announcement, the results for the Water & Wastewater Engineering Division have been combined with the results of the Energy-Related Engineering Division. Figures for corresponding periods have been adjusted accordingly for comparison.

The Energy-Related Engineering Division saw revenue decline 8% to \$47.8 million. Lower revenue was due to slower new order intake during FY2015 as compared to the robustness of FY2014 and in line with the weak market sentiment experienced in the global oil & gas industries over the past six months.

The Real Estate Solutions Division attained a 95% rise in revenue to \$99.3 million, achieved on strong progress made across several projects including the completion of its largest design-and-build project. The division also continued to focus on its ongoing strategy to expand the industrial leasehold portfolio, which will increase future recurring rental income.

The Geo-Spatial Technology Division notched 14% growth in revenue to \$30.8 million. This was achieved despite the continued weakness of AUD vs SGD. Both Australia and South East Asia experienced good demand.

Group Profitability

Despite the increase in revenue, the Group's gross profit decreased by 12% to \$42.0 million because of an unusually low margin (compared to ongoing average margins) for a recently completed large project in the Real Estate Solutions Division. Notwithstanding the above, the Real Estate Solutions Division continues to operate in a highly challenging and competitive business environment. The order book backlog for this division is estimated at approximately \$180 million.

Total depreciation expenses increased in line with the growth in the industrial leasehold portfolio.

Overhead and other operating expenses (selling and distribution expenses of \$7.9 million, administrative expenses of \$12.7 million and other operating expenses of \$4.4 million) rose 4% to \$25.0 million, mainly led by higher administrative expenses due to an increase in staff under the Geo-Spatial Technology Division and higher other operating expenses in line with the growth in the industrial leasehold portfolio.

Finance costs increased by 114% to \$0.5 million as the Group drew down on bank loans for activities related to the industrial leasehold portfolio.

Profit before income tax fell 25% to \$18.4 million, mainly owing to the decrease in gross profit. A breakdown of the profit before income tax by operating divisions is provided.

Segment/ Division	PBT		Favourable/ (Unfavourable) Change %	PBT		Favourable/ (Unfavourable) Change %
	3Q FY2015 \$m	3Q FY2014 \$m		9M FY2015 \$m	9M FY2014 \$m	
Engineering Services						
- Energy-Related Engineering*	7.4	4.6	+61	21.9	10.6	+107
- Real Estate Solutions	4.9	12.5	-61	23.5	**31.8	-26
	12.3	17.1	-28	45.4	42.4	+7
Geo-Spatial Technology	7.1	6.9	+3	19.3	18.7	+3
HQ Activities	(1.0)	0.4	NM	***0.3	(1.4)	NM
Group Total	18.4	24.4	-25	65.0	59.7	+9

* Water & Wastewater Engineering's financial results have been grouped under Energy-Related Engineering
** Includes \$5.0m gain on disposal of assets held for sale
*** Includes \$3.6m gain on disposal of available-for-sale investments
NM – not meaningful

Net profit for 3Q FY2015 declined 36% to \$11.8 million for the reasons mentioned above and also due to greater contribution of profits from operations in jurisdictions with higher tax rates. The

effective tax rate for 3Q FY2015 was 31.5% compared to 20.4% in the corresponding quarter last year.

Statement of Cash Flows

During 3Q FY2015, cash and cash equivalents (after taking into account the effects of currency translation) increased to \$291.9 million. Net cash provided by operating activities amounted to \$34.2 million. Net cash used in investing activities amounted to \$32.8 million, almost entirely due to \$33.7 million in additions to investment properties. Net cash provided by financing activities amounted to \$28.8 million, solely due to the net drawdown of \$28.8 million in bank loans for activities related to the industrial leasehold portfolio.

Statement of Financial Position

At the end of 9M FY2015, the Group's financial position remained healthy.

Under assets, cash and cash equivalents increased to \$292.4 million as the Group drew down on bank loans for activities related to the industrial leasehold portfolio. Net contracts work-in-progress more than doubled to \$80.0 million as the Group progressed on several sizeable projects in which the costs had been incurred but not yet invoiced to clients as at the end of the quarterly period. Investment properties grew by 55% to \$164.3 million following the completion of two remaining design-build-and-lease projects in the industrial leasehold portfolio.

Under liabilities, total bank loans and overdrafts rose to \$159.6 million as the Group utilised financing and refinancing options for the industrial leasehold portfolio. Trade and other payables (current and non-current) increased by 18% to \$286.4 million, in tandem with net contracts work-in-progress.

The Group's net asset value per share improved to 71.0 cents at the end of 9M FY2015, from 68.4 cents at the end of FY2014.

The Group's net cash position (i.e. net of all bank borrowings) stood at \$132.8 million at the end of 9M FY2015, translating to a net cash per share position of 25.8 cents. In addition, the Group maintained \$79.4 million in held-for-trading and available-for-sale investments at the end of 9M FY2015.

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.

To date in FY2015, the Group has secured approximately \$312 million in new contracts. The Group's enquiry pipelines and order book backlog of approximately \$342 million, including \$180 million for the Real Estate Solutions Division (as at the end of 3Q FY2015 plus new orders since then), remain relatively healthy. The Group however remains cautious on its business prospects given the current headwinds which the Group faces in the industrial real estate solutions and global oil & gas markets.

As announced earlier on 23 December 2014, the Company has proposed the demerger of the Real Estate Solutions Division through a distribution *in specie* to the Company's shareholders of shares in Boustead Projects Pte Ltd held by the Company and the proposed listing of shares of Boustead Projects Pte Ltd on the Main Board of the SGX-ST by way of an introduction (the "Proposed Transaction"). Shareholders are advised to exercise caution when dealing in the Company's shares ("Shares") and to refrain from taking any action in respect of their Shares which may be prejudicial to their interests until they or their advisers have considered the information set out in the earlier announcement on the Proposed Transaction.

Since the Group's last update in respect of its financial exposure in Libya on the Al Marj Project in the 2Q FY2015 financial results announcement, the Group's legal advisors have continued to confirm the strength of the Group's case. The Group's final submission was made in August 2014 and a verdict is expected in the first half of 2015.

The Group continues to believe it can deliver a reasonable level of profit in FY2015.

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/recommendeded for this period.

13. If the Group has obtained a general mandate from shareholders for IPTs, the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company has not obtained a general mandate from shareholders for interested person transactions.

14. Negative confirmation by the Board pursuant to Rule 705(5)

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 FY2015 financial results to be false or misleading in any material aspect.

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 February 2015