


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 1Q FY2015
ENDED 30 JUNE 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 First Quarter Ended 30 June 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		
		30.6.14 \$'000	30.6.13 \$'000	Inc/(Dcr) %
Revenue		126,482	128,664	-2%
Cost of sales		(83,205)	(91,050)	-9%
Gross profit		43,277	37,614	15%
Other operating income	1	1,024	1,345	-24%
Other gains – net	2	3,271	7,747	-58%
Selling and distribution expenses		(10,241)	(10,147)	1%
Administrative expenses		(10,775)	(10,120)	6%
Other operating expenses		(4,149)	(4,182)	-1%
Finance costs		(252)	(205)	23%
Share of results of associates and a joint venture		(169)	-	NM
Profit before income tax	3	21,986	22,052	0%
Income tax expense	4	(4,925)	(3,205)	54%
Total profit		17,061	18,847	-9%
Profit attributable to:				
Equity holders of the company		16,140	17,730	-9%
Non-controlling interests		921	1,117	-18%
		17,061	18,847	-9%

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		
	First quarter ended		
	30.6.14	30.6.13	Inc/(Dcr)
	\$'000	\$'000	%
Total profit	17,061	18,847	-9%
Other comprehensive income:			
<u>Items that may be reclassified subsequently to profit or loss</u>			
Currency translation differences arising from consolidation	1,275	(4,593)	NM
Actuarial loss	(169)	-	NM
Investment revaluation reserve			
- Fair value changes during the period	355	(723)	NM
- Reclassification to profit or loss on disposal of available-for-sale investments	(4,897)	-	NM
Other comprehensive loss, net of tax	(3,436)	(5,316)	-35%
Total comprehensive income	13,625	13,531	1%
Total comprehensive income attributable to:			
Equity holders of the company	12,629	13,076	-3%
Non-controlling interests	996	455	119%
	13,625	13,531	1%

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		
	30.6.14 \$'000	30.6.13 \$'000	Inc/(Dcr) %
<u>Note 1: Other operating income</u>			
Interest income	740	1,024	-28%
Others	284	321	-12%
	<u>1,024</u>	<u>1,345</u>	-24%
<u>Note 2: Other gains – net</u>			
Fair value adjustment on foreign exchange contracts and held-for-trading investments	65	2,483	-97%
Net foreign currency exchange adjustment	(67)	(336)	-80%
Loss on disposal of held-for-trading investments	(336)	-	NM
Gain on disposal of assets held for sale	-	5,581	-100%
Gain on disposal of available-for-sale investments	3,609	19	18,895%
	<u>3,271</u>	<u>7,747</u>	-58%
<u>Note 3: The profit before income tax is arrived at _____ after (charging)/crediting the following:</u>			
Depreciation expense	(2,247)	(1,675)	34%
Gain/(Loss) on disposal of property, plant and equipment	70	(14)	NM
Depreciation of investment properties amounting to \$1,339,000 (30.6.13: \$706,000) is included in cost of sales. The comparative figure has been reclassified from other operating expenses to be consistent with the current period's presentation.			
<u>Note 4: Income tax</u>			
(Underprovision)/Overprovision in prior years	(29)	21	NM

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	
		30.6.14 \$'000	31.3.14 \$'000	30.6.14 \$'000	31.3.14 \$'000
ASSETS					
Current assets					
Cash and cash equivalents		224,956	219,341	64,316	57,850
Trade receivables		107,670	116,813	-	-
Other receivables and prepayments		55,692	51,540	10,929	11,160
Held-for-trading investments		2,809	4,320	2,809	4,320
Foreign exchange contracts		118	38	118	38
Loans to subsidiaries		-	-	39,038	34,584
Inventories		5,301	5,315	-	-
Properties held for sale		30,311	30,368	-	-
Contracts work-in-progress		66,172	37,511	-	-
Available-for-sale investments		-	8,353	-	8,353
		493,029	473,599	117,210	116,305
Non-current assets					
Property, plant and equipment		16,535	17,025	-	-
Investment properties		119,519	105,941	-	-
Goodwill		1,416	1,322	-	-
Other intangible assets		2,438	2,420	74	74
Investments in associated companies		4,129	3,959	2,787	2,787
Investment in joint venture		4,907	4,467	-	-
Investments in subsidiaries		-	-	124,253	124,880
Available-for-sale investments		73,037	69,392	55,080	51,435
Prepayments		505	1,221	-	-
Deferred income tax assets		2,724	2,734	-	-
		225,210	208,481	182,194	179,176
Total assets		718,239	682,080	299,404	295,481
LIABILITIES					
Current liabilities					
Bank loans and overdrafts	1(b)(ii)	6,722	6,727	804	809
Foreign exchange contracts		1,460	1,420	-	-
Trade and other payables		254,970	238,093	3,848	4,557
Loans from subsidiaries		-	-	175,588	170,054
Contracts work-in-progress		1,475	3,302	-	-
Income tax payable		16,467	14,723	-	-
		281,094	264,265	180,240	175,420
Non-current liabilities					
Bank loans	1(b)(ii)	54,204	46,740	-	-
Pension liability		3,350	3,094	-	-
Trade and other payables		2,127	4,095	-	-
Deferred income tax liabilities		2,139	2,186	-	-
		61,820	56,115	-	-
Total liabilities		342,914	320,380	180,240	175,420
NET ASSETS		375,325	361,700	119,164	120,061
EQUITY					
Capital and reserves attributable to equity holders of the company					
Share capital	1(d)(i)	92,336	92,279	92,336	92,279
Treasury shares		(10,305)	(10,401)	(10,305)	(10,401)
Accumulated profits		300,699	284,728	35,560	31,915
Other reserves	1(d)(i)	(17,753)	(14,258)	1,573	6,268
		364,977	352,348	119,164	120,061
Non-controlling interests		10,348	9,352	-	-
Total equity		375,325	361,700	119,164	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 30.6.14 \$'000		As at 31.3.14 \$'000	
Secured	Unsecured	Secured	Unsecured
5,415	1,307	5,415	1,312

Amount repayable after one year

As at 30.6.14 \$'000		As at 31.3.14 \$'000	
Secured	Unsecured	Secured	Unsecured
54,204	-	46,740	-

Total borrowings of \$59,619,000 (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	
	First quarter ended 30.6.14 \$'000	30.6.13 \$'000
Cash flows from operating activities		
Profit before income tax	21,986	22,052
Adjustments for:		
Share of results of associated companies and a joint venture	169	-
Depreciation expense	2,247	1,675
(Gain)/Loss on disposal of property, plant and equipment	(70)	14
Gain on disposal of assets held for sale	-	(5,581)
Gain on disposal of available-for-sale investments	(3,609)	(19)
Loss on disposal of held-for-trading investments	336	-
Fair value gain on foreign exchange contracts and held-for-trading investments	(65)	(2,483)
Finance expenses	252	205
Interest income	(740)	(1,024)
Unrealised currency translation losses	533	900
	21,039	15,739
Changes in working capital:		
Receivables	5,554	23,248
Inventories and contracts work-in-progress	(30,474)	(12,776)
Payables	15,150	14,713
Cash generated from operations	11,269	40,924
Interest received	740	1,024
Interest paid	(252)	(205)
Income tax paid	(3,181)	(1,421)
Net cash generated from operating activities	8,576	40,322

- 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	
	First quarter ended 30.6.14 \$'000	30.6.13 \$'000
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	70	96
Proceeds from disposal of available-for-sale investments	7,066	4,637
Proceeds from disposal of held-for-trading investments	1,179	-
Purchase of property, plant and equipment	(327)	(952)
Purchase of available-for-sale investments	(3,291)	(10,551)
Additions to investment properties	(14,916)	(25,464)
Loan to joint venture	(767)	-
Net cash inflow from disposal of assets held for sale and liabilities directly associated with assets held for sale	-	17,306
Net cash used in investing activities	(10,986)	(14,928)
Cash flows from financing activities		
Net proceeds from issue of shares of the company	-	120
Proceeds from long-term bank loans	8,817	-
Repayment of long-term bank loans	(1,358)	(1,478)
Payment of dividends to non-controlling shareholders	-	(877)
Net cash generated from/(used in) financing activities	7,459	(2,235)
Net increase in cash and cash equivalents	5,049	23,159
Cash and cash equivalents		
Beginning of financial period	218,838	223,507
Effects of currency translation on cash and cash equivalents	566	(4,664)
End of financial period	224,453	242,002

Note

	GROUP	
	First quarter ended 30.6.14 \$'000	30.6.13 \$'000
<u>Note to Consolidated Statement of Cash Flows</u>		
Cash and cash equivalents		
Cash and cash equivalents per Statements of Financial Position	224,956	242,002
Bank overdrafts	(503)	-
Cash and cash equivalents per Consolidated Statement of Cash Flows	224,453	242,002

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 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	Subtotal \$'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	-	-	15,971	(4,542)	-	-	1,200	(3,342)	12,629	996	13,625
Vesting of share awards	57	96	-	-	-	(153)	-	(153)	-	-	-
Balance at 30 June 2014	92,336	(10,305)	300,699	488	(9,654)	29	(8,616)	(17,753)	364,977	10,348	375,325
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	-	-	17,730	(723)	-	-	(3,931)	(4,654)	13,076	455	13,531
Issue of shares	120	-	-	-	-	-	-	-	120	-	120
Balance at 30 June 2013	74,141	(10,472)	270,936	112	(10,710)	159	(10,102)	(20,541)	314,064	11,913	325,977

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

	(-----Other reserves-----)							Total equity \$'000
	Share capital \$'000	Treasury shares \$'000	Accumulated profits \$'000	Investment revaluation reserve \$'000	Capital reserve \$'000	Share-based payment reserve \$'000	Subtotal \$'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	-	-	3,645	(4,542)	-	-	(4,542)	(897)
Vesting of share awards	57	96	-	-	-	(153)	(153)	-
Balance at 30 June 2014	92,336	(10,305)	35,560	488	1,056	29	1,573	119,164
Balance at 1 April 2013	74,021	(10,472)	26,539	835	-	159	994	91,082
Total comprehensive income for the period	-	-	(7)	(723)	-	-	(723)	(730)
Issue of shares	120	-	-	-	-	-	-	120
Balance at 30 June 2013	74,141	(10,472)	26,532	112	-	159	271	90,472

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 515,000,524 ordinary shares to 515,151,066 ordinary shares. This resulted from the allotment of 150,542 ordinary shares under the Boustead Restricted Share Plan 2011. As at 30 June 2014, there were a total of 16,192,547 (30.6.13: 16,456,000) treasury shares.

As at 30 June 2014, there were unexercised options of 60,000 (30.6.13: 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 30.6.14	As at 31.3.14
Total number of issued shares (excluding treasury shares)	515,151,066	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, 150,542 treasury shares were utilised for the issuance of 150,542 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	
	First quarter ended 30.6.14	30.6.13
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 (¢)	3.1	3.5
(ii) On a fully diluted basis (¢)	3.1	3.5
Weighted average number of ordinary shares in issue:		
Basic (*)	515,151,066	501,612,857
Fully diluted basis (**)	515,681,109	502,323,142

* 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	
	30.6.14	31.3.14	30.6.14	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 (¢)	70.8	68.4	23.1	23.3
Number of issued shares (excluding treasury shares) as at the end of the period reported on	515,151,066	515,000,524	515,151,066	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 1Q FY2015 ended 30 June 2014, the Group registered revenue of \$126.5 million and profit attributable to equity holders of the company ("net profit") of \$16.1 million, declining 2% and 9% respectively, compared to 1Q FY2014. After adjusting for other gains (non-recurring items), net profit for 1Q FY2015 would be 29% higher than 1Q FY2014.

Segment/Division Revenue

Segment/Division	Revenue		Favourable/ (Unfavourable)
	1Q FY2015	1Q FY2014	Change
	\$m	\$m	%
Engineering Services			
- Energy-Related Engineering*	41.5	37.9	+9
- Real Estate Solutions	56.4	63.4	-11
	97.9	101.3	-3
Geo-Spatial Technology	28.6	27.4	+4
Group Total	126.5	128.7	-2

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

Effective this quarter, the results for the Water & Wastewater Engineering Division have been combined with the results of the Energy-Related Engineering Division as it has gradually shifted its strategic business focus to the energy sector due to better prospects in that sector in recent years. Figures for corresponding periods have been adjusted accordingly for comparison.

The Energy-Related Engineering Division achieved revenue of \$41.5 million, rising 9%. Revenue growth was driven by the downstream oil & gas business, which continued to execute on a healthy pipeline of major projects carried through from FY2014.

The Real Estate Solutions Division delivered revenue of \$56.4 million, declining 11%. Revenue was impacted by the challenging business environment and the division's ongoing strategy to expand the industrial leasehold portfolio, which will increase future recurring rental income.

The Geo-Spatial Technology Division attained revenue of \$28.6 million, up 4%. The improved performance was supported by the recovery in Australia and stronger demand in South East Asia.

Group Profitability

The Group's gross profit increased by 15% to \$43.3 million. Gross profit margin improved to 34%, as compared to 29% a year earlier, mainly due to the unlocking of cost savings on several projects under the Real Estate Solutions Division.

Other gains declined 58% to \$3.3 million, as the total value of non-recurring items in 1Q FY2015 was lower than that for 1Q FY2014.

Overhead and other operating expenses (selling and distribution expenses of \$10.2 million, administrative expenses of \$10.8 million and other operating expenses of \$4.1 million) rose 3% to \$25.2 million.

Profit before income tax remained relatively unchanged at \$22.0 million, owing to other gains being lower. A breakdown of the profit before income tax by operating divisions is provided.

Segment/Division	PBT		Favourable/ (Unfavourable)
	1Q FY2015 \$m	1Q FY2014 \$m	Change %
Engineering Services			
- Energy-Related Engineering*	5.0	4.2	+19
- Real Estate Solutions	7.7	**11.4	-32
	12.7	15.6	-19
Geo-Spatial Technology	6.9	***7.7	-10
HQ Activities	****2.4	(1.2)	NM
Group Total	22.0	22.1	-0

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

** Includes \$5.5m gain on disposal of assets held for sale

*** Includes \$2.5m unrealised foreign exchange gain due to hedging instruments

**** Includes \$3.6m gain on disposal of available-for-sale investments

NM – not meaningful

After adjusting for other gains, all three operating divisions achieved profit growth.

Due to the drop in other gains and higher effective tax rates in 1Q FY2015, the Group registered a 9% decline in net profit to \$16.1 million.

Statement of Cash Flows

During 1Q FY2015, cash and cash equivalents (after taking into account the effect of currency translation) increased to \$224.5 million. Net cash generated from operating activities amounted to \$8.6 million. Net cash used in investing activities amounted to \$11.0 million, primarily due to \$14.9 million in additions to investment properties as part of the expansion of the industrial leasehold portfolio. Net cash generated from financing activities amounted to \$7.5 million and was solely from net proceeds of long-term bank loans drawn down for constructing uncompleted properties within the industrial leasehold portfolio.

Statement of Financial Position

At the end of 1Q FY2015, the Group's financial position remained healthy.

Under assets, net contracts work-in-progress nearly doubled to \$64.7 million due to the timing of costs incurred but not yet invoiced to clients as at the end of 1Q FY2015. Investment properties expanded by 13% to \$119.5 million with the expansion of the industrial leasehold portfolio.

Under liabilities, trade and other payables increased due to cost accruals on projects. Higher non-current bank loans resulted from the drawing down of long-term bank loans for constructing uncompleted properties within the industrial leasehold portfolio.

The Group's net asset value per share improved to 70.8 cents at the end of 1Q 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 \$164.0 million at the end of 1Q FY2015, translating to a net cash per share position of 31.8 cents. In addition, the Group maintained \$75.8 million in held-for-trading and available-for-sale investments at the end of 1Q 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.

Despite the continued challenging business conditions, the Group believes it can deliver a reasonable level of profit in FY2015.

Since the start of FY2015, the Group has secured approximately \$50 million in new contracts. Despite the slower award of contracts during 1Q FY2015, enquiry pipelines and the Group's order book backlog of \$295 million (as at the end of 1Q FY2015 plus new orders since) remain healthy.

Since the Group's last update in respect of its financial exposure in Libya on the Al Marj Project in the FY2014 financial results announcement, the Group's legal advisors have reconfirmed the strength of the Group's case. The third tranche of the trial was completed in July 2014 and the final submission by both parties will be made during August 2014. Thereafter, the judge will review the case and has up to six months to deliver his verdict.

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 1Q 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
13 August 2014