

**BOUSTEAD PROJECTS LIMITED**  
**AND ITS SUBSIDIARIES**

**SINGAPORE'S LEADING INNOVATOR IN  
INDUSTRIAL REAL ESTATE SOLUTIONS**

**SGXNET ANNOUNCEMENT**  
**UNAUDITED RESULTS FOR 1Q FY2016**  
**ENDED 30 JUNE 2015**



## Corporate Profile

Established in 1996, Boustead Projects Limited 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 3,000,000 square metres of industrial real estate regionally in Singapore, China, Malaysia and Vietnam. Boustead Projects is approved by the Building & Construction Authority of Singapore for Grade CW01-A1 and General Builder Class One License to execute building construction contracts of unlimited value.

Boustead Projects' in-depth experience in designing and constructing custom-built facilities covers the aviation, commercial, electronics, food processing, high-tech manufacturing, lifestyle, logistics, petrochemical, pharmaceutical, precision engineering and technology industries. It is also a leader in pioneering advanced environmentally-sustainable facilities under the Building & Construction Authority's Green Mark Programme and the U.S. Green Building Council's Leadership in Energy & Environmental Design Programme. In Singapore, Boustead Projects is one of only 10 bizSAFE Mentors and also a bizSAFE Star, the highest qualification that can be attained in recognition of a company's health, safety and environmental management programmes.

Boustead Projects is a 51%-owned subsidiary of Boustead Singapore Limited, a progressive global Infrastructure-Related Engineering Services and Geo-Spatial Technology Group which is separately listed on the Main Board of the SGX.

On 30 April 2015, Boustead Projects listed on the Main Board of the SGX. Consistent with the combined financial statements for the financial years ended 31 March 2014, 31 March 2013 and 31 March 2012 issued as part of Boustead Projects' Introductory Document dated 31 March 2015, the acquisitions of Wuxi Boustead Industrial Development Co., Ltd, Boustead Real Estate Fund, Boustead Funds Management Pte. Ltd., Boustead Trustees Pte. Ltd. and Boustead Property Services Pte. Ltd. by the Group have been accounted for as a business combination involving entities under common control, as the Company and Wuxi Boustead Industrial Development Co., Ltd, Boustead Real Estate Fund, Boustead Funds Management Pte. Ltd., Boustead Trustees Pte. Ltd. and Boustead Property Services Pte. Ltd. are under the common control of Boustead Singapore Limited before and after the acquisitions. Please refer to Boustead Projects' Introductory Document for further details on the restructuring exercise.

Visit Boustead Projects at [www.bousteadprojects.com](http://www.bousteadprojects.com).

**BOUSTEAD PROJECTS LIMITED**  
(Company Registration No. 199603900E)

**Unaudited Financial Statements and Related Announcement for the First Quarter Ended 30 June 2015**

**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		
		30.6.15 \$'000	30.6.14 \$'000	Inc/(Dcr) %
<b>Revenue</b>		56,603	56,386	0%
<b>Cost of sales</b>		(44,281)	(43,882)	1%
<b>Gross profit</b>		12,322	12,504	-1%
Other income	1	1,001	600	67%
Other gains and losses	2	(684)	36	NM
Expenses				
- Selling and distribution		(1,029)	(935)	10%
- Administrative		(4,134)	(4,078)	1%
- Finance		(1,113)	(218)	411%
Share of loss of an associated company and joint ventures		(329)	(169)	95%
<b>Profit before income tax</b>	3	6,034	7,740	-22%
Income tax expense		(1,188)	(1,753)	-32%
<b>Total profit</b>		4,846	5,987	-19%
Profit/(loss) attributable to:				
Equity holders of the Company		4,847	5,988	-19%
Non-controlling interests		(1)	(1)	0%
		4,846	5,987	-19%

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		
	30.6.15	30.6.14	Inc/(Dcr)
	\$'000	\$'000	%
<b>Total profit</b>	4,846	5,987	-19%
<b>Other comprehensive loss:</b>			
<u>Items that may be reclassified subsequently to profit or loss</u>			
- Currency translation differences arising from consolidation	(104)	(21)	395%
<b>Other comprehensive loss, net of tax</b>	(104)	(21)	395%
<b>Total comprehensive income</b>	4,742	5,966	-21%
Total comprehensive income/(loss) attributable to:			
Equity holders of the Company	4,743	5,967	-21%
Non-controlling interests	(1)	(1)	0%
	4,742	5,966	-21%

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		
	30.6.15	30.6.14	Inc/(Dcr)
	\$'000	\$'000	%
<u>Note 1: Other income</u>			
Interest income	701	316	122%
Sublease income	300	284	6%
	1,001	600	67%
<u>Note 2: Other gains and losses</u>			
Currency exchange – net	(684)	36	NM
<u>Note 3: Profit before income tax is arrived at after charging the following:</u>			
Depreciation expense	(1,737)	(1,396)	24%

The provision for income tax is made after taking into account non-deductible expenses, non-taxable income and temporary differences and based on the statutory tax rates of the respective countries.

For the corresponding 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 tax expense on intercompany profits earned from its subsidiaries on design-build-and-lease projects which are held as investment properties by the Group.

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.

Balance Sheets

	Note	GROUP		COMPANY	
		30.6.15 \$'000	31.3.15 \$'000	30.6.15 \$'000	31.3.15 \$'000
<b>ASSETS</b>					
<b>Current assets</b>					
Cash and cash equivalents		102,775	114,279	75,470	92,419
Properties held for sale		30,418	30,437	-	-
Trade receivables		69,516	63,227	55,676	50,122
Other receivables and prepayments		69,159	195,027	126,015	224,278
Contracts work-in-progress		9,187	7,810	9,187	7,552
		281,055	410,780	266,348	374,371
<b>Non-current assets</b>					
Trade receivables		7,438	7,438	7,438	7,438
Investment in an associated company		833	1,094	-	-
Investments in joint ventures		12,155	10,728	13,845	12,298
Investments in subsidiaries		-	-	2,438	2,438
Available-for-sale financial assets		38,391	17,872	38,391	17,872
Investment properties		158,192	159,857	-	-
Property, plant and equipment		763	815	737	791
Deferred income tax assets		32	32	-	-
		217,804	197,836	62,849	40,837
<b>Total assets</b>		498,859	608,616	329,197	415,208
<b>LIABILITIES</b>					
<b>Current liabilities</b>					
Borrowings	1(b)(ii)	11,490	12,105	-	-
Trade and other payables		117,205	153,626	178,325	190,301
Income tax payable		11,750	11,307	7,262	7,400
Contracts work-in-progress		2,804	387	2,642	387
		143,249	177,425	188,229	198,088
<b>Non-current liabilities</b>					
Borrowings	1(b)(ii)	172,725	174,374	-	-
Trade payables		3,650	2,324	3,650	2,324
Deferred income tax liabilities		1,848	1,848	1	1
		178,223	178,546	3,651	2,325
<b>Total liabilities</b>		321,472	355,971	191,880	200,413
<b>NET ASSETS</b>		177,387	252,645	137,317	214,795
<b>EQUITY</b>					
<b>Capital and reserves attributable to equity holders of the Company</b>					
Share capital		15,000	15,000	15,000	15,000
Retained profits		164,063	239,216	122,317	199,795
Other reserves		(1,569)	(1,465)	-	-
		177,494	252,751	137,317	214,795
Non-controlling interests		(107)	(106)	-	-
<b>Total equity</b>	1(d)(i)	177,387	252,645	137,317	214,795

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

Amount repayable within one year or less, or on demand

<b>As at 30.6.15 \$'000</b>		<b>As at 31.3.15 \$'000</b>	
Secured	Unsecured	Secured	Unsecured
11,490	-	12,105	-

Amount repayable after one year

<b>As at 30.6.15 \$'000</b>		<b>As at 31.3.15 \$'000</b>	
Secured	Unsecured	Secured	Unsecured
172,725	-	174,374	-

Total borrowings of \$184,215,000 (31.3.15: \$186,479,000) 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**

	<b>GROUP</b>	
	<b>First quarter ended 30.6.15 \$'000</b>	<b>30.6.14 \$'000</b>
<b>Cash flows from operating activities</b>		
Profit before income tax	6,034	7,740
Adjustments for:		
Depreciation expense	1,737	1,396
Share of loss of an associated company and joint ventures	329	169
Interest income	(701)	(316)
Finance expenses	1,113	218
Currency exchange – net	684	(36)
	9,196	9,171
Change in working capital:		
- Trade and other receivables	(4,633)	2,244
- Contracts work-in-progress	1,039	(15,881)
- Trade and other payables	(7,167)	5,150
Cash (used in)/generated from operations	(1,565)	684
Interest received	701	316
Interest paid	(1,113)	(218)
Income tax (paid)/refunded	(745)	18
<b>Net cash (used in)/provided by operating activities</b>	<b>(2,722)</b>	<b>800</b>



- 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)**

	<b>GROUP</b>	
	<b>First quarter ended 30.6.15 \$'000</b>	<b>30.6.14 \$'000</b>
<b>Cash flows from investing activities</b>		
Purchase of property, plant and equipment	(20)	(23)
Additions to investment properties	-	(11,895)
Purchase of available-for-sale financial assets	(20,519)	-
Consideration paid for acquisition of subsidiaries	(7,178)	-
Proceeds from repayment of loan to ultimate holding company	130,430	-
Loan to ultimate holding company	-	(4,572)
Loan to joint ventures	(8,041)	(767)
<b>Net cash provided by/(used in) investing activities</b>	<b>94,672</b>	<b>(17,257)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	-	8,817
Repayment of borrowings	(2,264)	(1,353)
Repayment of loan to ultimate holding company	(20,750)	-
Dividends paid	(80,000)	-
<b>Net cash (used in)/provided by financing activities</b>	<b>(103,014)</b>	<b>7,464</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(11,064)</b>	<b>(8,993)</b>
<b>Cash and cash equivalents</b>		
Beginning of financial period	114,279	54,598
Effect of currency translation on cash and cash equivalents	(440)	(71)
<b>End of financial period</b>	<b>102,775</b>	<b>45,534</b>

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-----)							
	Share capital \$'000	Retained profits \$'000	Merger reserve \$'000	Foreign currency translation reserve \$'000	Subtotal \$'000	Equity attributable to equity holders of the Company \$'000	Non-controlling interests \$'000	Total \$'000
<b>GROUP</b>								
<b>1Q FY2016</b>								
Balance at 1 April 2015	15,000	239,216	(2,854)	1,389	(1,465)	252,751	(106)	252,645
Profit/(loss) for the period	-	4,847	-	-	-	4,847	(1)	4,846
Other comprehensive loss for the period	-	-	-	(104)	(104)	(104)	-	(104)
Total comprehensive income/(loss) for the period	-	4,847	-	(104)	(104)	4,743	(1)	4,742
Dividends	-	(80,000)	-	-	-	(80,000)	-	(80,000)
Balance at 30 June 2015	15,000	164,063	(2,854)	1,285	(1,569)	177,494	(107)	177,387
<b>1Q FY2015</b>								
Balance at 1 April 2014	15,000	214,548	-	1,190	1,190	230,738	-	230,738
Profit/(loss) for the period	-	5,988	-	-	-	5,988	(1)	5,987
Other comprehensive loss for the period	-	-	-	(21)	(21)	(21)	-	(21)
Total comprehensive income/(loss) for the period	-	5,988	-	(21)	(21)	5,967	(1)	5,966
Balance at 30 June 2014	15,000	220,536	-	1,169	1,169	236,705	(1)	236,704

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

	Share capital \$'000	Retained profits \$'000	Total \$'000
<b>COMPANY</b>			
<b>1Q FY2016</b>			
Balance at 1 April 2015	15,000	199,795	214,795
Profit for the period, representing total comprehensive income for the period	-	2,522	2,522
Dividends	-	(80,000)	(80,000)
Balance at 30 June 2015	15,000	122,317	137,317
<b>1Q FY2015</b>			
Balance at 1 April 2014	15,000	134,197	149,197
Profit for the period, representing total comprehensive income for the period	-	6,157	6,157
Balance at 30 June 2014	15,000	140,354	155,354

**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 current financial period, the issued and paid up capital of the Company remain unchanged. However, the number of issued shares in the capital of the Company was subdivided on 23 April 2015 from 15,000,000 ordinary shares into 320,000,000 ordinary shares.

The Company did not hold any treasury shares in the current financial period reported on, same as the previous year's corresponding period.

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

	<b>As at 30.6.15</b>	<b>As at 31.3.15</b>
Total number of issued shares	320,000,000	15,000,000

**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.**

	<b>GROUP</b>	
	<b>30.6.15</b>	<b>30.6.14</b>
Earnings per ordinary share for the period after deducting any provision for preference dividends:		
(i) Based on weighted average number of ordinary shares pre-sub-division (¢) (*)	32.3	39.9
(ii) Based on number of ordinary shares post-sub-division (¢) (**)	1.5	1.9
Weighted average number of ordinary shares in issue:		
Basic pre-sub-division(*)	15,000,000	15,000,000
Basic post-sub-division (**)	320,000,000	320,000,000

\* For comparability, the basic earnings per share is computed based on the weighted average number of ordinary shares in issue pre-sub-division of ordinary shares on 23 April 2015.

\*\* For comparability, the basic earnings per share is computed based on the weighted average number of ordinary shares in issue post-sub-division of ordinary shares on 23 April 2015.

The Company has no 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	
	30.6.15	31.3.15	30.6.15	31.3.15
Net asset value per ordinary share:				
(i) Based on the number of ordinary shares pre-sub-division (\$) (*)	11.833	16.850	9.154	14.320
(ii) Based on the number of ordinary shares post-sub-division (\$) (**)	0.555	0.790	0.429	0.671
Number of ordinary shares in issue:				
Basic pre-sub-division (*)	15,000,000	15,000,000	15,000,000	15,000,000
Basic post-sub-division (**)	320,000,000	320,000,000	320,000,000	320,000,000

\* For comparability, the net asset value per ordinary share has been computed based on the number of ordinary shares in issue, pre-sub-division of ordinary shares on 23 April 2015.

\*\* For comparability, the net asset value per ordinary share has been computed based on the number of ordinary shares in issue, post-sub-division of ordinary shares on 23 April 2015.

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 Boustead Projects Group ("BP Group")'s revenue is largely derived from project-oriented business 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 FY2016, the BP Group achieved revenue of \$56.6 million, comparable to 1Q FY2015. However, profit attributable to equity holders of the Company ("net profit") was 19% lower at \$4.8 million, mainly due to higher finance expenses. After adjusting for unrealised currency losses, net profit for 1Q FY2016 would be 7% lower than 1Q FY2015.

### Segment Revenue

Segment	Revenue		Favourable/ (Unfavourable)
	1Q FY2016	1Q FY2015	Change
	\$'m	\$'m	%
Design-and-Build	49.1	50.2	-2
Leasing	7.5	6.2	+21
BP Group Total	56.6	56.4	+0

Contributing 87% of the BP Group's total revenue in 1Q FY2016, design-and-build revenue registered at \$49.1 million, marginally declining 2% as compared to 1Q FY2015. The higher design-and-build revenue in 1Q FY2015 was driven by significant work progress in the BP Group's largest project.

Contributing 13% of the BP Group's total revenue, leasing revenue came in at \$7.5 million, rising 21%. This was due to the expansion of the industrial leasehold portfolio, which benefitted from the contribution of three design-build-and-lease projects completed during FY2015.

## Group Profitability

The BP Group's gross profit decreased by a marginal 1% to \$12.3 million. Design-and-build gross profit declined as expected in line with the challenging and competitive industrial real estate market in Singapore, which placed additional pressure on margins. However, the decrease in design-and-build gross profit was mostly cushioned by the improvement in leasing gross profit.

Other income increased by 67% to \$1.0 million as a result of greater interest income generated from higher cash balances placed in fixed deposits and a shareholders' loan extended to a joint venture.

Other gains and losses were solely due to net currency exchange adjustment of \$0.7 million arising from the extension of a loan to an associated company in Malaysia for the purpose of acquiring land in iBP @ Nusajaya.

Overhead expenses (selling and distribution expenses of \$1.0 million and administrative expenses of \$4.1 million) rose by 3%, partially due to higher operating expenses for the enlarged industrial leasehold portfolio.

Finance expenses increased considerably to \$1.1 million on the back of the BP Group's drawdown of bank loans for activities related to the BP Group's industrial leasehold portfolio. A significant amount of the bank loans is reflected in the BP Group's cash balance and the BP Group will be exploring new strategic investment opportunities.

Profit before income tax declined by 22% to \$6.0 million, pulled down by weaker design-and-build margins, unrealised currency exchange losses and higher finance expenses incurred for the industrial leasehold portfolio. A breakdown of the profit before income tax by segment is provided as follows.

Segment	PBT		Favourable/ (Unfavourable)
	1Q FY2016	1Q FY2015	Change
	\$'m	\$'m	%
Design-and-Build	3.2	4.7	-32%
Leasing	2.8	3.0	-7%
BP Group Total	6.0	7.7	-22%

Net profit declined 19% to \$4.8 million for reasons mentioned earlier. However, income tax expense was lower by 32% as compared to 1Q FY2015 because of lower profitability in 1Q FY2016 coupled with higher tax paid on unrealised intercompany profits in 1Q FY2015.

## Statement of Cash Flows

During 1Q FY2016, cash and cash equivalents (after taking into account the effects of currency translation) reduced to \$102.8 million. Net cash used in operating activities amounted to \$2.7 million, partly attributable to annual bonuses paid to employees.

Net cash provided by investing activities amounted to \$94.7 million, primarily due to the receipt of \$130.4 million in proceeds for the repayment of loan by ultimate holding company, Boustead Singapore Limited, and offset by payments to Boustead Singapore Limited for acquisitions of subsidiaries and a purchase of an available-for-sale financial asset under the demerger, and extension of loans to joint ventures, totalling \$35.7 million.

Net cash used in financing activities amounted to \$103.0 million, mainly due to an \$80.0 million dividend paid and a \$20.8 million repayment of loan to Boustead Singapore Limited under the demerger, and \$2.3 million repayment of bank loans.



## **Balance Sheets**

At the end of 1Q FY2016, the BP Group's financial position remained healthy.

Under current assets, the BP Group's cash and cash equivalents reduced to \$102.8 million for reasons explained earlier. Trade receivables of \$69.5 million were at a level in line with the current volume of business. Other receivables and prepayments dropped by 65% as a result of a \$130.4 million loan repayment by Boustead Singapore Limited. Net contracts work-in-progress declined to \$6.4 million with the increase in invoicing to clients as at the end of the period.

Under non-current assets, available-for-sale financial assets more than doubled to \$38.4 million due to the BP Group's acquisition of an investment in China from Boustead Singapore Limited. An additional \$1.4 million was also invested in two joint ventures via shareholders' loans for the development of industrial properties for lease.

Under current liabilities, trade and other payables fell significantly by 24% to \$117.2 million, mainly as result of \$27.9 million in payments to Boustead Singapore Limited for loan repayment and the acquisition of subsidiaries, and \$7.2 million in payments to subcontractors and for annual bonuses paid to employees.

Current and non-current borrowings declined by \$2.3 million with the scheduled repayment of bank loans for the industrial leasehold portfolio.

Retained profits were reduced by 31% to \$164.1 million, primarily due to the \$80.0 million dividend paid to Boustead Singapore Limited under the demerger, and offset by net profit of \$4.8 million. Consequently, the BP Group's net asset value per share declined to 55.5 cents as at the end of 1Q FY2016, from 79.0 cents as at the end of FY2015.

The BP Group's net borrowings position stood at \$81.4 million at the end of 1Q FY2016. This has taken into consideration a short-term bridging loan of \$50.9 million extended to a joint venture in FY2015 (which was repaid after the close of 1Q FY2016).

**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.**

Since the start of FY2016, the BP Group has secured two design-and-build contracts with a total value of \$47 million. The BP Group's order book backlog continues to be healthy at \$214 million as at the end of 1Q FY2016 and is on par with the order book as at 31 March 2015. Nonetheless, the BP Group continues to operate in a highly challenging and competitive industrial real estate market, with the expectation that the difficult business conditions of the past three years are set to continue in FY2016 and will likely have an impact on future gross margins.

However, the BP Group is actively reviewing and enhancing its core capabilities to strengthen its competitive advantages, and assessing new partnerships and opportunities both locally and regionally to grow longer term businesses and profitability.

The BP Group believes that notwithstanding the challenging business environment, it can continue to deliver a reasonable level of profit in FY2016.

**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**

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, John Lim Kok Min and Chu Kok Hong @ Choo Kok Hong, being two of the directors of Boustead Projects 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 FY2016 financial results to be false or misleading in any material aspect.

On behalf of the board of directors

John Lim Kok Min  
Chairman

Chu Kok Hong @ Choo Kok Hong  
Managing Director

**BY ORDER OF THE BOARD**

*Eng Min Geok*  
*Company Secretary*  
11 August 2015

*Boustead Projects Limited's admission to and listing on the Singapore Exchange Securities Trading Limited was sponsored by CIMB Bank Berhad, Singapore Branch. CIMB Bank Berhad, Singapore Branch assumes no responsibility for the contents of this announcement.*