



INTER-ROLLER ENGINEERING LIMITED
Company Registration No. 197900230M

PRESS RELEASE

INTER-ROLLER ANNOUNCED 72% GROWTH IN TURNOVER AND 87% GROWTH IN NET PROFIT FOR THE FIRST NINE MONTHS OF 2006 AND A PROPOSED THIRD QUARTER INTERIM DIVIDEND OF 1.5 CENTS PER SHARE

Singapore, 7 November 2006 - Inter-Roller Group's turnover increased by 72% to \$122.0 million compared with \$70.7 million for the same period in 2005. Its net profit after tax increased by 87% to \$21.2 million compared with \$11.4 million for the same period in 2005. The turnover of \$122.0 million and profit after tax of \$21.2 million for the 9 months of this year exceed the turnover of \$101 million and profit after tax of \$16.9 million for the 12 months of 2005. .

Directors have declared a one-tier tax-exempt interim dividend of 1.5 cents per share for the 3rd quarter of 2006. Total dividend payable for the 3rd quarter amounts to \$4.9 million. The Company paid a one-tier tax-exempt interim dividend of 1.5 cents per share for each of the first two quarters of 2006. Total interim dividends paid and payable for the first three quarters of 2006 would amount to approximately \$12.3 million. For the full year of 2005, total dividend paid amounted to \$11.2 million.

As at 30 September 2006, the order book stood at \$111.6 million after accounting for the turnover of \$122.0 million and new orders secured of \$56.6 million in the 9 months of this year.

The Group said the future outlook for airport logistics systems remains good. China, India, Middle East and European countries will continue to be major potential source of business. It is working on a number of high value projects, the results of which are not likely to be known before end of the year.

While the Group is confident of getting further new orders, it said total orders for this year will not match that of 2005. As a result, Inter-Roller Group may not achieve the same turnover for the year 2007 as in 2006.

The Group is confident of riding the wave and growing in tandem with the trend. It expanded its manufacturing facilities in Pontian, Malaysia this year, increasing its production area by 7,000 square metres to 40,925 square metres. It started a small assembly and maintenance facility in Beijing and is also exploring the possibility of expanding its facilities in Singapore.

CEO, Mr. Lim Yee Min said, "To expand its market reach and enhance its product breadth further, the

Group is also actively pursuing synergistic opportunities through technology acquisition, business acquisition and/or business partnerships.”

About Inter-Roller

Established in 1979, Inter-Roller Engineering Limited (“Inter-Roller”) is an international engineering company listed on the Main Board of the Singapore Exchange Securities Trading Limited. ISO 9001:2000 certified, Inter-Roller specializes in designing and building Airport Logistics Systems such as Airport Baggage Handling systems, In-flight Catering Systems and Air-Cargo Handling Systems.

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