



INTER-ROLLER ENGINEERING LIMITED

Company Registration Number: 197900230M

PRESS RELEASE

INTER-ROLLER DELIVERS RECORD TURNOVER AND PROFIT FOR FIRST HALF OF 2006 AND DECLARES INTERIM QUARTERLY DIVIDEND OF 1.5 CENTS NET

SINGAPORE, 7 August 2006 - Inter-Roller Engineering Limited (“Inter-Roller”) achieved record turnover and profit after tax for the first half of 2006. Group turnover increased by 77% to \$77.2 million from \$43.5 million for the first half of 2005. As a result, net profit after tax increased by 99% to \$13.4 million from \$6.7 million for the corresponding period in the previous year.

Based on the performance to date and orders on hand, the Group’s performance for the year 2006 is on track and better results can be expected for 2006 compared with 2005.

Future orders will depend largely on the size and timing for airport projects in the existing markets whilst the Group expands into new markets. High oil prices and increased tensions in the Middle East are likely to cause a postponement of airport capital spending in the near future. New orders for the year 2006 are therefore not likely to be at the same level as the 2005.

Directors have declared a one-tier tax-exempt interim dividend of 1.5 cents per share for the second quarter of 2006. The dividends will be paid based on the increased number of shares after the share split. Total dividends payable for the second quarter would amount to \$4.9 million. Together with the one-tier tax-exempt interim dividend of 1.5 cents per share paid for the first quarter 2006 of \$2.5 million, total dividends paid and payable for the six months ended 30 June 2006 would amount to \$7.4 million.

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 90001:2000 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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