



**YEO HIAP SENG LIMITED**

(Incorporated in Singapore)  
(Company Registration No. 195500138Z)

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**TAX SETTLEMENT**

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We refer to note 1(b) of the announcement on 19 February 2008 of Yeo Hiap Seng Limited (the “Company”) and its subsidiaries’ (the “Group”) results for the financial year ended 31 December 2007, pertaining to the discussion with the Inland Revenue Authority of Singapore (IRAS) on the valuation of the lands used for The Sterling, Gardenvista and Jardin residential projects.

The Board of Directors of the Company wishes to announce that the Group has on 25 April 2008 reached a settlement with the IRAS.

The Group and the IRAS have agreed that the additional tax payable for The Sterling residential project is \$12,965,669 and that no additional tax is payable for the Gardenvista and Jardin residential projects. The agreement with the IRAS constitutes a full and final settlement of the tax issue stated in paragraph 1.

Accordingly, the Group will be writing back excess tax provision of \$11.8 million in the financial statements for the period ended 31 March 2008.

**BY ORDER OF THE BOARD**

Joanne Lim  
Company Secretary  
Singapore, 29 April 2008