

MIDDLE EAST DEVELOPMENT SINGAPORE LTD.

(Company Registration No. 196600189D)

(Incorporated in Singapore)

MEMORANDUM OF UNDERSTANDING FOR FORMING JOINT VENTURE COMPANY

Further to the announcement dated 13 December 2007, the Board of Directors of Middle East Development Singapore Ltd. (the "**Company**") wishes to announce that the Company and Beijing International Construction LLC have mutually agreed to extend the date of forming the Joint Venture Company to 30 June 2008.

By Order of the Board

Dr Oussama Al-Dimashki

Executive Chairman and CEO