



## **CHINA ENERSAVE LIMITED**

(Incorporated in the Republic of Singapore)

Company Registration Number 199706776D

### **ANNOUNCEMENT**

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#### **QUERIES REGARDING ANNOUNCEMENT DATED 18 APRIL 2006**

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In response to the queries raised by the Singapore Exchange Securities Trading Limited on 19 April 2006 in relation to the announcement dated 18 April 2006 on Proposed Acquisition of Amanda Industries Pte Ltd, the Company's replies are as follows:

**Query : In this regard, please clarify that in the event that AGH is unable to fulfill the Profit Warranty, what is the recourse available to the Company? What checks has the Company performed to ensure that the AGH would be able to fulfill its obligations in the case of recourse?**

**Reply :** The profit guarantee had been negotiated with AGH based on management's financial due diligence on AMIGOS, including the review of its confirmed order books of USD7.6million and potential contracts, the reasonableness of the profit forecast for FY2006.

Based on the review of AGH's accounts, AGH has significant businesses, with annual turnover of above USD100 million per annum and total asset of USD46.2 million as per the audited accounts as at 31 December 2004.

As regards AGH, the following searches were done on AGH: ACRA Business Profile search, Insolvency and Litigation searches. AGH is a live company and no records were found of any insolvency or litigation proceedings against it.

By Order Of The Board

Tan Ching Chek  
Company Secretary

Date : 19 April 2006