

ADVANCE MODULES GROUP LIMITED
(Company Registration No. 200401776E)

**COLLECTION OF OUTSTANDING AMOUNTS AND QUALIFICATION TO THE AUDITED
FINANCIAL STATEMENTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2006**

Further to their announcement of 13 April 2007, the Directors of Advance Modules Group Limited (the "Company") wish to announce that subsequent to the audit by the auditors of the Company, Horwath First Trust (the "Auditors") for the financial year ended 31 December 2006, a tripartite agreement dated 6 April 2007 ("Tripartite Agreement") was entered into by one of the major trade debtors ("the Customer") of Advance Modules Sdn Bhd (a wholly owned subsidiary of the Company), the end buyer of the Customer ("End Buyer") and the Company. The Tripartite Agreement acknowledges the joint and several liability of the Customer and the End Buyer to Advance Modules Sdn Bhd ("AMM") in respect of outstanding amount for the sales made by AMM to the Customer and/or the End Customer in December 2005.

In relation to the collection of the outstanding amount for the abovementioned sales from the Customer, the Company has received the sum of US\$2.96 Mil on 9 February 2007 and the sum of approximately US\$2.1 million on 11 April 2007 from the Customer. The Company will continue to pursue collection of the balance outstanding amount of US\$9.34 Mil.

Collection from Promit Technology Corporation ("Promit")

The Company has also received a sum of US\$200,000 on 7th March 2007 from Promit as part of the third instalment payment. The Company is expecting to receive the final instalment payment of the sum of US\$92,000 from Promit by the end of June 2007.

The Company will provide further updates on the outstanding payment from the customer and Promit as and when payment is received.

BY ORDER OF THE BOARD
ADVANCE MODULES GROUP LIMITED

Vincent Tan Hian Chong
Director

28 May 2007