

PINE AGRITECH LIMITED

PROPOSED SUB-DIVISION OF EACH ORDINARY SHARE IN THE CAPITAL OF PINE AGRITECH LIMITED INTO FIVE ORDINARY SHARES

The Board of Directors (the "Directors") of Pine Agritech Limited (the "Company") is pleased to announce that the Company intends to split its shares by way of sub-division (the "Sub-Division") of every existing ordinary share of par value S\$0.10 each into five ordinary shares of par value S\$0.02 each in the capital of the Company.

As at 9 August 2006, the Company has an authorised share capital of S\$100,000,000 divided into 1,000,000,000 ordinary shares of par value S\$0.10 each, of which 600,000,000 ordinary shares of par value S\$0.10 are in issue. The proposed Sub-Division, if approved, would result in the Company having an authorised share capital of S\$100,000,000 divided into 5,000,000,000 ordinary shares of par value S\$0.02 each, of which 3,000,000,000 ordinary shares of par value S\$0.02 will be in issue.

The Sub-Division is subject to the approval of shareholders of the Company ("Shareholders") at an Extraordinary General Meeting ("EGM") to be convened, and the approval of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). An application will be made to the SGX-ST for the listing and quotation of all the ordinary shares of par value S\$0.02 resulting from the Sub-Division. A Circular to Shareholders setting out further details of the Sub-Division and enclosing the Notice of EGM will also be dispatched to Shareholders in due course.

The Directors are of the view that the Sub-Division will increase the affordability, accessibility and liquidity of the shares of the Company available for trading on the SGX-ST.

The Company will make the necessary disclosures as and when there are further developments in relation to the matters referred to above.

By Order of the Board

Ho Hin Yip
Company Secretary
10 August 2006