

HUAN HSIN HOLDINGS LTD (Company Registration no: 199509142R)

JOINT VENTURE WITH INVENTEC CORPORATION

The Board of Directors of Huan Hsin Holdings Ltd (the "Company" together with its subsidiaries the "Group") wishes to announce that the Company has agreed with Inventec Corporation, ("Inventec"), a listed Taiwanese company, to incorporate a joint venture company ("JV Company") in Zhejiang province of China to manufacture notebook casing and assembly finished goods of related consumer electronics products such as internet radio and ultra mobile personal computer.

The proposed capital of the JV Company is approximately US\$45.7 million of which the Company will subscribe for 51% and the balance of 49% will be subscribed by Inventec. The capital contribution in the JV Company will be done progressively over a period of three years.

The strategic alliance with Inventec would benefit the Huan Hsin Group particularly in acquiring the know how on the flow of full assembly line of finished products from Inventec and in addition, the Group would also be involved in carrying out research and development and design work for Inventec.

The proposed investment in this joint venture will be funded from internal resources and borrowings and is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 31 December 2007.

None of the Directors or substantial shareholders of the Company has any interest in the above transaction save for their interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company.

Submitted by Juliana Loh, Company Secretary on 02/05/2007 to the SGX