

CHALLENGER TECHNOLOGIES LIMITED

(Company Registration Number 198400182K)
(Incorporated in the Republic of Singapore)

PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF UP TO 46,050,000 NEW ORDINARY SHARES ("SHARES") IN THE CAPITAL OF THE COMPANY ("RIGHTS SHARES") AT AN ISSUE PRICE OF S\$0.10 FOR EACH RIGHTS SHARE WITH UP TO 30,700,000 FREE DETACHABLE WARRANTS ("WARRANTS"), EACH WARRANT CARRYING THE RIGHT TO SUBSCRIBE FOR ONE (1) NEW SHARE IN THE CAPITAL OF THE COMPANY ("NEW SHARE") AT AN EXERCISE PRICE OF S\$0.10 FOR EACH NEW SHARE, ON THE BASIS OF THREE (3) RIGHTS SHARES WITH TWO (2) WARRANTS FOR EVERY TEN (10) EXISTING SHARES IN THE COMPANY HELD BY SHAREHOLDERS ("SHAREHOLDERS") AS AT THE BOOKS CLOSURE DATE, FRACTIONAL ENTITLEMENTS TO BE DISREGARDED (THE "RIGHTS ISSUE")

DESPATCH OF OFFER INFORMATION STATEMENT AND TIMETABLE OF KEY EVENTS

1. Despatch of Offer Information Statement

Further to the announcement dated 14 March 2007, the Board of Directors of Challenger Technologies Limited (the "Company") wishes to announce that the offer information statement relating to the Rights Issue (the "Offer Information Statement"), together with the relevant forms, has been despatched to Entitled Shareholders on 15 March 2007.

Unless otherwise defined, all capitalised terms used in this Announcement shall bear the same meanings as in the Offer Information Statement.

Entitled Shareholders should note that Condition 3.7.1 of the Terms and Conditions of the Warrants on page A-7 of the printed Offer Information Statement despatched to them should read as:

"3.7.1 the new Shares to be issued by the Company shall be issued in the name of, and delivered by the Company to, CDP for the credit of the Securities Account of that Warrantholder or, as the case may be, the Securities Account of the nominee company of the CPF Approved Bank as specified in the Exercise Notice within five (5) Market Days of the date on which the Warrant Agent confirms with CDP that the Warrants which have been tendered for exercise are available for exercise in the relevant Securities Account of the exercising Warrantholder; and"

Exercising Warrantholders will have new Shares credited to their relevant Securities Account within 5 (instead of 3) Market Days of the aforesaid confirmation by the Warrant Agent.

A copy of the duly amended Offer Information Statement is available on the website of the Singapore Exchange Securities Trading Limited at www.sgx.com.

2. **Acceptances of Provisional Allotments of Rights Shares with Warrants and (if applicable) Applications for Excess Rights Shares with Warrants**

- 2.1 Acceptances of provisional allotments of Rights Shares with Warrants and applications for excess Rights Shares with Warrants under the Rights Issue may only be made on the ARE or by way of an Electronic Application (in the case of Entitled Depositors) and/or on the PAL (in the case of Entitled Scripholders).
- 2.2 Entitled Depositors who sell their provisional allotments of Rights Shares with Warrants during this period do not need to forward the ARE to the purchasers of the provisional allotments of Rights Shares ("Purchasers") as arrangements will be made by CDP for separate ARSs to be issued to the Purchasers. Purchasers should note that CDP will, on behalf of the Company, send the ARS accompanied by the Offer Information Statement, by ordinary post and at the Purchaser's own risk, to their respective Singapore addresses as recorded with CDP.

The Offer Information Statement and its accompanying documents will not be despatched to Purchasers whose registered addresses with CDP are not in Singapore ("Foreign Purchasers"). Foreign Purchasers who wish to accept the provisional allotments of Rights Shares with Warrants credited to their Securities Accounts should make the necessary arrangements with their Depository Agents or stockbrokers in Singapore.

3. **Collection of Offer Information Statement**

- 3.1 Entitled Shareholders who do not receive the Offer Information Statement and the relevant forms within a week from the date of this Announcement, may obtain copies of the documents from:-

CDP

The Central Depository (Pte) Limited
4 Shenton Way #02-01
SGX Centre 2
Singapore 068807

COMPANY'S SHARE REGISTRAR

Lim Associates (Pte) Ltd
3 Church Street
#08-01 Samsung Hub
Singapore 049483

- 3.2 Purchasers who do not receive the ARS and the Offer Information Statement may also obtain copies of the same from CDP (at the address stated above) during the period up to the close of the Rights Issue at **4.45 p.m. on 29 March 2007** (or such other time(s) and/or date(s) as may be announced from time to time by or on behalf of the Company).

4. **Expected Timetable of Key Events**

Entitled Shareholders should take note of the following important dates and times relating to the Rights Issue:-

Despatch of Offer Information Statement(together with the relevant forms) to Entitled Shareholders	:	15 March 2007
Commencement of trading of "nil-paid" rights ("Rights")	:	15 March 2007 at 9.00 a.m.
Last date and time for splitting	:	23 March 2007 at 4.45 p.m.

Cessation of trading of “nil-paid” Rights : 23 March 2007 at 5.00 p.m.

Last date and time for acceptance and payment : 29 March 2007 at 4.45 p.m.
(9.30 p.m. for applications through an automated teller machine (“ATM”))

Last date and time for renunciation and payment : 29 March 2007 at 4.45 p.m.

Last date and time for excess application and payment : 29 March 2007 at 4.45 p.m.
(9.30 p.m. for applications through an ATM)

BY ORDER OF THE BOARD

Loo Leong Thye
Chief Executive Officer
Singapore

15 March 2007