

APEX-PAL INTERNATIONAL LTD. (THE “COMPANY”)

CLARIFICATION TO THE ANNOUNCEMENT ENTITLED “RESOLUTION PASSED AT EXTRAORDINARY GENERAL MEETING” DATED 26 JULY 2007

We refer to the Company’s announcement entitled “Resolution Passed At Extraordinary General Meeting” dated 26 July 2007 (“**EGM Result Announcement**”).

Unless otherwise defined, terms used herein shall have the same meanings as defined in the EGM Result Announcement.

The Board of Directors would like to clarify that the modification proposed by a shareholder and approved by majority of the shareholders present at the meeting was to crystallise the terms of the voluntary conditional offer made (“**Offer**”) so that no further changes can be made to the terms of the Offer. In particular, provisions that allow the Directors of the Company to further modify or revise the terms of the Offer were deleted.

By Order of the Board of Directors

Phyllis Phua Lee Boon
Company Secretary
27 July 2007