

ADVANCE MODULES GROUP LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 200401776E)

IN-PRINCIPLE APPROVAL FOR THE LISTING AND QUOTATION OF:

(A) UP TO 34,181,875 WARRANTS (THE “WARRANTS”) AT AN ISSUE PRICE OF S\$0.05 FOR EACH WARRANT TO SUBSCRIBE FOR NEW ORDINARY SHARES IN THE CAPITAL OF ADVANCE MODULES GROUP LIMITED (THE “COMPANY”) AT AN EXERCISE PRICE OF S\$0.17 FOR EACH NEW SHARE; AND

(B) UP TO 34,181,875 NEW SHARES TO BE ISSUED ARISING FROM THE EXERCISE OF WARRANTS (THE “NEW SHARES”)

Further to the announcement made by the Board of Directors of the Company on 18 July 2007 in relation to the proposed issue of Warrants, the Board is pleased to announce that the Singapore Exchange Securities Trading Limited (*SGX-ST*) has granted its in-principle approval (*AIP*) for the listing and quotation of the Placement Shares on the Official List of the SGX-ST subject to the following conditions:

- a) the Company will continue to comply with continuing listing requirements;
- b) confirmation from the Company that:
 - (i) it will announce any adjustment made pursuant to Rule 829(1) of the SGX-ST Listing Manual; and
 - (ii) upon completion of the issue of Warrants, there is sufficient spread of holdings (of at least 100 warrant holders) prior to listing of the Warrants for an orderly market in the Warrants;
- c) an undertaking from the Company to:
 - (i) make periodic announcements on the specific utilisation of the proceeds arising from the issue of Warrants and the exercise of Warrants, as and when the funds are materially disbursed; and
 - (ii) provide a status report on the specific use of the proceeds arising from the issue of Warrants, and the exercise of Warrants in the annual report;
- d) the Company will announce any material information relating to adjustment terms under the deed poll via SGXNET.

The in-principle approval by the SGX-ST is not an indication of the merits of the Company, the Warrants, and New Shares.

BY ORDER OF THE BOARD

Vincent Tan Hian Chong
Executive Director / Group Managing Director
6 August 2007