

Aztech Witnesses Continuous Growth in ADSL2/2+ Broadband Modem

- **Estimated orders of 3.5 million units valued at US\$50 million**
- **Shipment in FY2007 and FY2008**

SINGAPORE, 25th September 2007: Aztech Systems Ltd (“Aztech”) reaffirms its continuous growth of its ADSL2/2+ broadband modem product sector. During its half-year results announcement in July this year, the Group reported that there was continual strong demand for its ADSL2/2+ broadband modems and expects to hit record number this year.

The Group is now pleased to announce that to-date, it has received firm orders for 1.5 million units of ADSL2/2+ broadband modems under a contract win to a key customer in North America, to be delivered by end of the year. The Group further projected additional orders of 2 million units for FY2008. The entire contract is valued at approximately US\$50 million.

Asymmetric Digital Subscriber Line (“ADSL”) is a commonly used data communications technology that transmits Internet data over copper telephone lines faster than a conventional 56k analog modem. In the first quarter of 2007, the worldwide broadband lines totaled 298 million, of which ADSL dominated the sector with 197million subscribers. The United States has the biggest number of ADSL lines, with 60.4 million subscribers to date while increasing approximately 2.9 million lines over each quarter. Other top ADSL countries include China, Germany, UK, France, Japan and Korea.

Aztech CEO and Chairman, Michael Mun comments, “With our 10 years of experience in broadband equipment coupled with well-established manufacturing capabilities, we will continue to tap on the expanding ADSL2/2+ broadband usage in homes and offices. Today, we also see strong broadband penetration to more developing countries. Some of the markets we are focusing on are Eastern Europe, South America, South East Asia and Middle East where we see potential increment in number of ADSL subscribers.”

The winning of this contract solidifies Aztech’s long-running, successful business track record as a leading ADSL2/2+ broadband equipment manufacturer and supplier. Fully designed in-house, the modem denotes Aztech’s ability to comply with the stringent requirements of the client. Providing design excellence with high quality in the product, Aztech is committed to achieving fast turnaround time and optimizing its client’s operations.

“In line with the Group’s on-going forward looking strategy, Aztech is also developing new products specifically targeted at next generation of broadband – VDSL (Very High Speed DSL line) and FTTH (Fiber-To-The-Home) technologies. One of the main drivers for our high speed broadband development is to meet the increasing popularity and demand for value-added services such as Internet Protocol (IP) TV, Voice over IP (VoIP), video conferencing and High Definition (HD) TV ” added Michael Mun.



Media Enquiries:

Gary Tan

DID: (65) 6843 1218

Email: gary.tan@aztech.com

About Aztech Systems Ltd. (“Aztech”)

Incorporated in 1986, and listed on the Main board of the Singapore Stock Exchange, Aztech Systems Ltd specializes in the design and manufacturing of voice and data communications solutions. Headquartered in Singapore, Aztech today has over 2,500 employees worldwide with strong R&D, design and manufacturing capabilities. Supported by its six sales offices in Singapore, Hong Kong, China, USA, Germany and Malaysia, the Company provides OEM/ODM, contract manufacturing and retail distribution business.

- Silver award winner (*sesdaq*) for Best Investor Relations, awarded at the Singapore Corporate Awards 2007
- Most Transparent Company Award (*sesdaq*) at the Securities Investors Association of Singapore Investors' Choice Award 2006



SGX MAINBOARD LISTED

AZTECH SYSTEMS LTD

Company Reg. No 198601642R