



Teckwah Industrial Corporation Ltd

Co. Reg. No. 197201105E

Acquisition of Wholly Owned Subsidiary in Hong Kong

The Directors of Teckwah Industrial Corporation Ltd ("the Company") wish to announce that its wholly-owned subsidiary, Teckwah Logistics Pte. Ltd. has subscribed for 100% of the equity of Teckwah Trading (HK) Limited. ("TTHKL"), a company incorporated under the laws and regulations of Hong Kong.

The authorised and issued share capital of TTHKL is HK\$1 million and HK\$500,000 respectively.

The investment in TTHKL will be funded through internal resources and is not expected to have any material effect on the consolidated net tangible assets per share and the consolidated earnings per share of Teckwah Group based on the audited consolidated accounts of the Teckwah Group for the current financial year.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Lo Swee Oi
Company Secretary
Date: 18 June 2007