

ADVANCE MODULES GROUP LIMITED
(Company Registration No. 200401776E)

UTILISATION OF WARRANT PROCEEDS

Further to its announcement on 15 August 2007 in relation to the listing and quotation of the issue of 34,181,875 warrants (the Warrants) at the issue price of S\$0.05 for each warrant, the Board of Directors of Advance Modules Group Limited (the Company) wishes to announce the utilisation of gross proceeds from the subscription of warrants.

| | As at 28 August 2007 S\$'000 |
|--|---|
| Proceeds from the subscription of Warrants | 1,709 |
| | |
| Utilisation: | |
| Working capital | 1,634 |
| Warrant issue expenses | 75 |
| Total | 1,709 |

The gross proceeds arising from the exercise of the Warrants will amount to S\$5,811,000 (assuming that all the Warrants are exercised). As at the date of this announcement none of the 34,181,875 warrants has been converted to ordinary shares. The expiry date of the warrants is on 13 August 2012. The Company will make periodic announcements on the specific utilisation of the proceeds arising from the exercise of Warrants, as and when the funds are materially disbursed.

BY ORDER OF THE BOARD
ADVANCE MODULES GROUP LIMITED

Vincent Tan Hian Chong
Director

28 August 2007