

APEX-PAL INTERNATIONAL LTD.
Company Registration Number 199604816E
(Incorporated in the Republic of Singapore)

INCORPORATION OF SUBSIDIARY IN PEOPLE'S REPUBLIC OF CHINA

The Board of Directors of Apex-Pal International Ltd. (the "Company") is pleased to announce the incorporation of a wholly-owned subsidiary in People's Republic of China known as "Apex-Pal (Chengdu) Co., Ltd". The new subsidiary is wholly-owned by Apex-Pal Investment Pte. Ltd..

Apex-Pal (Chengdu) Co., Ltd is principally engaged in the operation of restaurants, kiosks and cafes.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the above-mentioned transaction.

By order of the Board

Phyllis Phua Lee Boon
Company Secretary
13 December 2007