

FEDERAL INTERNATIONAL (2000) LTD
(Registration No. 199907113K)
(Incorporated in the Republic of Singapore with limited liability)

**ADJUSTMENT TO WARRANTS TO SUBSCRIBE FOR NEW ORDINARY SHARES IN
THE CAPITAL OF THE COMPANY (THE "WARRANTS")**

1. INTRODUCTION

In an announcement dated 14 February 2007 (the "**Announcement**"), the Board of Directors of Federal International (2000) Ltd (the "**Company**") had announced that as a consequence of the Rights Issue, adjustments would have to be made to the outstanding Warrants issued pursuant to the Deed Poll.

The SGX-ST had on 9 September 2004 given its in-principle approval for the listing and quotation of up to 42,058,530 Warrants and New Shares on the official list of the SGX-ST.

As at the Latest Practicable Date, there were 7,254,079 outstanding Warrants, exercisable into 7,254,079 New Shares at the Exercise Price of S\$0.22 for each Warrant.

Unless otherwise defined herein, all terms and references used in this announcement shall bear the meanings ascribed to them in the Announcement, the Offer Information Statement and/or the Deed Poll (as the case may be).

2. ADDITIONAL WARRANTS

In accordance with the adjustment formulae set out in the Announcement, the Board of Directors of the Company is pleased to announce the allotment and issue of an additional 628,325 Warrants (the "**Additional Warrants**"). The Additional Warrants will be listed and quoted on the official list of the SGX-ST on 12 March 2007.

The Additional Warrants form part of the series of Warrants constituted by the Deed Poll and shall have the benefit of the Deed Poll and the Conditions.

BY ORDER OF THE BOARD

Chng Geok
Executive Director
9 March 2007