

HUAN HSIN HOLDINGS LTD (Co. Regn. No. 199509142R)

INVESTMENT IN LI SHENG ELECTRONIC (KUNSHAN) CO., LTD

The Board of Directors of Huan Hsin Holdings Ltd (the “Company” and together with its subsidiaries, the “Group”) wishes to announce that the Company, through its wholly owned subsidiary, Huan Hsin (BVI) Ltd, has acquired 30% of the registered capital of Li Sheng Electronic (Kunshan) Co., Ltd (“LSE”) from a Taiwanese company for a purchase cash consideration of US\$3,000,000. Based in Kunshan China, LSE is mainly involved in the fabrication of steel moulds for the notebook industry. LSE is one of the top five notebook steel mould makers in Jiang Su Province, China. The consideration is derived based on a willing buyer willing seller basis after taking into consideration the net assets value as at 31 December 2006, track records and growth potential of LSE.

The above investments are synergistic to the Group’s core business of notebook casing production. The Group is currently supplying notebook casings to several top manufacturers of notebook and is one of the largest notebook casing manufacturers in the world. Steel mould is one of the main resources required for the production of notebook casing.

The investments will be funded through internal resources and are not expected to have any material impact on the net tangible assets and earnings per share of the Company and the Group for the current financial year ending 31 December 2007.

The investments are non-discloseable transactions for the purpose of Chapter 10 of the Listing Manual of the SGX-ST. This announcement is made pursuant to Rule 704(15)(c) of the Listing Manual.

None of the Directors or substantial shareholders of the Company has any interest in the above transaction save for their interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company.

Submitted by Juliana Loh Joo Hui , Company Secretary on 01/06/2007 to the SGX