

ADVANCE MODULES GROUP LIMITED
(Company Registration No. 200401776E)
(Incorporated in the Republic of Singapore)

AMUSA Break-In and Profit Guidance Statement for the Financial Year Ended 31 December 2006

The Board of Directors of Advance Modules Group Limited (the **Company**) wishes to announce that on 16 December 2006, the sales office of Advance Modules (USA), Inc. (**AMUSA**), a subsidiary of the Company located in California, United States of America (**USA**), was broken into and computer memory products worth approximately USD448,000 were stolen. Of this USD448,000, approximately USD315,000 is covered by insurance and AMUSA will have to bear the loss of approximately USD133,000. The Company has lodged a police report in the USA in relation to the above, and will continue to investigate this matter. Meanwhile the Company has taken steps to strengthen its warehouse security and has requested for an increase in its insurance coverage for inventory loss

The Company holds 80% of the shares of AMUSA, and expects the loss from this theft to further contribute to the unprofitable performance of the Company for the financial year ended 31 December 2006. Further details of the Group's performance will be disclosed when it announces its unaudited financial results for the full year ended 31 December 2006.

By Order of the Board
ADVANCE MODULES GROUP LIMITED

Vincent Tan Hian Chong
Managing Director

24 January 2006