



## **MEMTECH INTERNATIONAL LTD.**

Company Registration Number: 200312032Z

### **DILUTION OF EQUITY INTERESTS IN ASSOCIATE COMPANIES**

The Board of Directors (the “Board”) of Memtech International Ltd wishes to announce the dilution of interests in its associate companies Teradisplay Co., Ltd and Tera China Co., Ltd.

The Company’s direct interest in its associate company Teradisplay Co., Ltd (“Teradisplay”), was diluted from 25.9% to 20.1% due to conversion of existing preference shares to ordinary shares as well as issuance of additional ordinary shares to a new investor (the “Dilution”).

Consequent to the Dilution, the Company’s indirect interest in Tera China Co., Ltd (“Tera China”) reduced from 40.7% to 36.1%.

Currently, there are 45,622 convertible preference shares of Teradisplay outstanding, which if fully converted would further dilute the Company’s direct interest in Teradisplay and indirect interest in Tera China to 16.5% and 33.2%, respectively.

The Dilution is not expected to have a material impact on the consolidated tangible assets and earnings of the Company for the financial year ending 31 December 2009.

Submitted by Tan Seng Chun, Company Secretary on 21 January 2009 to the SGX.