



## **MEMTECH INTERNATIONAL LTD.**

Company Registration Number: 200312032Z

### **INCREASE IN INTEREST OF A SUBSIDIARY TAITECH SINGAPORE PTE. LTD.**

The Board of Directors of Memtech International Ltd. wishes to announce that the Company had entered into a Share Purchase Agreement with Mr. Wu Kuo-Tsai in relation to the Company's investment in Taitech Singapore Pte. Ltd. ("TTS"). Currently, the Company and Mr. Wu Kuo-Tsai owned 7,920,000 and 2,640,000 ordinary shares or 75% and 25% of the issued and paid up capital of TTS respectively. The principal activities of TTS and its wholly owned subsidiary Taitech Precision Electronic (Kunshan) Co., Ltd. ("MTKS") (collectively, the "TTS Group") are manufacture and sales of plastic components.

Pursuant to the Share Purchase Agreement, the Company shall acquire 2,640,000 paid up ordinary shares of TTS owned by Mr. Wu for a consideration of US\$1.2 million.

Upon completion of the aforesaid Share Purchase Agreement, the Company shall own 100% of the issued and paid up capital of TTS Group. The net tangible assets acquired and goodwill arising from the acquisition of TTS Group are approximately US\$481K and US\$719K respectively.

The terms of the transaction were arrived at on a willing-buyer, willing seller basis. The above transaction is not expected to have any material effect on the net tangible assets and earnings per share of the Company for the current financial year.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

Submitted by Tan Seng Chun, Company Secretary on 10<sup>th</sup> February 2010 to the SGX-ST.