
**APPROVAL IN-PRINCIPLE FOR THE LISTING AND QUOTATION OF UP TO 56,000,000
NEW ORDINARY SHARES IN THE SHARE CAPITAL OF ADDVALUE TECHNOLOGIES
LTD**

1. BACKGROUND

Reference is made to the announcement made by Addvalue Technologies Ltd (the “**Company**”) on 12 July 2009, whereby it was announced that the convertible loan agreement dated 30 May 2009 entered into between the Company and Grande Pacific Ltd, for the procurement of cash funding of S\$3 million through a grant of a convertible loan, convertible, in whole or in part, into a maximum of 60,000,000 new shares of the Company at S\$0.05 each, had been terminated (the “**Termination**”).

In view of the Termination and to ensure that the Company meets its funding needs, the Company entered into discussions with other interested investors and, pursuant thereto, entered into:-

- (a) a subscription agreement dated 12 July 2009 with three (3) places for the collective issuance of 30,000,000 new shares of the Company at S\$0.03836 each, for an aggregate consideration of approximately S\$1.15 million;
- (b) two (2) subscription agreements dated 24 July 2009 with two (2) places for the collective issuance of 18,000,000 new shares of the Company at S\$0.040202 each, for an aggregate consideration of approximately S\$0.72 million; and
- (c) a subscription agreement dated 26 July 2009 with one (1) place for the issuance of 8,000,000 new shares of the Company at S\$0.0403 each, for an aggregate consideration of approximately S\$0.32 million,

collectively, the “**Placement**”.

2. APPROVAL IN-PRINCIPLE

Further to the announcements on the Placement, the Board of Directors of the Company wishes to announce that approval in-principle (“**AIP**”) has been obtained from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 12 August 2009, for the listing and quotation of up to 56,000,000 new ordinary shares in the capital of the Company on the Main Board of the SGX-ST (the “**Placement Shares**”), to be allotted and issued pursuant to the Placement.

The AIP is subject to the following:

- (a) Compliance with the SGX-ST's listing requirements; and
- (b) Submission to the SGX-ST of the following:
 - (i) A written undertaking from the Company that it will make periodic announcements on the use of the proceeds from the proposed placement of shares and that it will provide status report on the use of the placement proceeds in the annual report;
 - (ii) A written undertaking from the Company that it will not allot and issue any of the Placement Shares so as to transfer a controlling interest in the Company without the prior approval of the Company's shareholders in a general meeting; and
 - (iii) A written confirmation from the Company that it will not issue the Placement Shares to persons prohibited under Listing Rule 812(1).

The AIP is not to be taken as an indication of the merits of the Placement, the Placement Shares, the Company and/or its subsidiaries.

3. AUTHORITY TO ISSUE THE PLACEMENT SHARES

The Board of Directors of the Company wishes to clarify that the Placement Shares will be issued pursuant to the general mandate from the shareholders of the Company obtained by way of ordinary resolution at the Annual General Meeting held on 29 July 2009.

BY ORDER OF THE BOARD

Dr. Chan Kum Lok Colin
Chairman and CEO

12 August 2009