



ADDVALUE TECHNOLOGIES LTD.

Company Registration Number: 199603037H

ADDVALUE AND CHINA INTERNATIONAL SECURITY SOLUTION ENTERED INTO A MEMORANDUM OF UNDERSTANDING TO DEVELOP AND SUPPLY SATELLITE COMMUNICATION TERMINALS IN SUPPORT OF THE 'BELT AND ROAD' INITIATIVE SPEARHEADED BY THE PEOPLE'S REPUBLIC OF CHINA

Singapore, 26 October 2015 – Addvalue Innovation Pte Ltd (“Addvalue”), a wholly-owned subsidiary of Singapore’s Main Board listed company, Addvalue Technologies Ltd, has entered into a Memorandum of Understanding (“MoU”) on 23 October 2015 with China International Security Solution Corporation Limited (“CSS”), a company incorporated in Hong Kong, to jointly develop and supply satellite communication-based solutions, products and services for the communications needs associated with the ‘the Belt and Road’ initiative spearheaded by the People’s Republic of China (“China”).

The Belt and Road initiative includes two roads, the land-based new ‘Silk Road Economic Belt’ (“SREB”) which runs west towards Europe through Russia and Central Asian and the oceangoing 21st Century ‘Maritime Silk Road’ (“MSR”) which focuses on reaching Europe through South Asia and Southwest Africa under the six economic corridors, where the entire infrastructure investment is about U\$900 billion. The ‘China-Pakistan Economic Corridor’ (“CPEC”) project is one of the most important components of the Belt and Road strategy. It is a development which aims to connect Gwadar Port in southwestern Pakistan through Pakistan-occupied Kashmir to Kashgar of China’s northwestern autonomous region of Xinjiang, via a network of highways, railways, oil and natural gas pipelines and optic fibre networks. It is an important component of the Belt and Road initiative as the southern end of the corridor, being Pakistan’s Gwadar Port, marks not just the starting point of the corridor, it also strategically connects the land-based SREB and the oceangoing 21st

Century MSR. Aimed to be a pilot endeavor in setting a model example for the rest of the other economic corridors under the Belt and Road initiative to follow, the CPEC project is considered central to China-Pakistan relations and will run for about 3,000 km. Overall construction costs are estimated at over US\$46 billion, with the entire project targeted to be completed in 2030. The primary role of CSS is to focus in the construction of the CPEC by providing integrated security services including a variety of advanced communication solutions with a view to safeguard the investments and assets as well as the safety of personnel involved.

The strategic collaboration under the MoU is expected to forge a win-win partnership between the two companies, with Addvalue being tasked to design and supply the various bespoke state-of-the-art satellite communication products needed in meeting the complex communication and monitoring demands and CSS according the enormous customer base and market. As the “Belt and Road” initiative creates more traction, both companies shall collaborate to set up operating entities within related nations or regions to provide sales and technical services to support satellite communication. In particular, both companies shall provide reliable satellite communication solutions and services required by the developers of the infrastructure construction programs in the CPEC project.

Mr Tan Khai Pang, Chief Operating & Technology Officer of Addvalue, remarked that “The Belt and Road initiative is not just about connecting China with 60 countries in Eurasia, setting up potential trade with a further 4.4 billion people, it is also to boost cultural exchanges, peace and economic growth in those regions.” Mr Tan further remarked that “Addvalue is indeed proud and honored to be part of this historic and significant initiative which shall lead to huge commercial opportunities for the satellite communications industry in particular, as the development of CPEC project is shaping up in the coming years.”

Mr Liu Ping, Technical Director of CSS commented that “although the Belt and Road is initiated by China, it is closely concerned with the development of the related countries and regions whose interests must also be closely aligned. Hence it requires the support and participation by all parties involved. In this context, the collaboration between CSS and Addvalue lives up to such partnership spirit that will

show the way for more forms of collaborations among the different partners coming together to lay a solid foundation for the realization of the Belt and Road initiative.”

About Addvalue (www.addvaluetech.com)

Addvalue Innovation Pte Ltd, a wholly-owned subsidiary of SGX Mainboard-listed Addvalue Technologies Ltd (A31), is a leading one-stop digital, wireless and broadband communications technology products innovator, which provides state-of-the-art satellite-based communication terminals and solutions for a variety of voice and IP based data applications.

Addvalue is presently a leading global developer and supplier of mobile satellite terminals supporting coverage provided by premier mobile satellite communication operators. These terminals are ideal choices for communications in areas around the world where terrestrial networks are non-existent, or ineffective. This is particularly so for maritime communications, which rely almost entirely on satellite communications, and Addvalue’s products are well poised to address these needs.

About China International Security Solution Corporation Limited (CSS)

China International Security Solution Corporation Limited (CSS), a company incorporated in Hong Kong, is specifically established to protect the safety of overseas Chinese enterprises. CSS is commissioned by the Chinese government to introduce and roll out a variety of advanced communications, information technology and facilities with a view to physically monitor investments and assets as well as facilitate the efficient communication and safeguard the safety of personnel involved pursuant to the Belt and Road initiative.

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