
ANNOUNCEMENT PURSUANT TO RULE 704(5) OF THE LISTING MANUAL

Pursuant to Rule 704(5) of the Listing Manual, the Board of Directors of Addvalue Technologies Ltd (the "Company") wishes to announce that, in respect of the financial statements of the Company and its subsidiaries (the "Group") for the financial year ended 31 March 2009 ("FY2009"), the external auditors, Horwath First Trust LLP (the "Auditors"), has, **without qualifying their opinion**, made an emphasis of matter in connection with the following:-

- (a) That the Group incurred a net loss of approximately S\$2,922,273 during FY2009 and was in a net current liability position of approximately S\$4,942,979 as at 31 March 2009; and
- (b) As at 31 March 2009, the ability of the Group and the Company to meet their financial obligations depends on the Group's success in implementing its plans to generate sufficient positive cash flows from its operations and conclude investments from potential investors for S\$6 million as the Company has announced on 1 June 2009 and 12 June 2009 (the "Announcements").

As regards the aforesaid S\$6 million to be raised from potential investors, the Company will keep Shareholders updated on the progress made by it in fulfilling the relevant conditions precedent for the investments concerned.

Additionally, the Company will continue to explore other funding opportunities with a view to further enhance its working capital position.

BY ORDER OF THE BOARD

Dr Chan Kum Lok Colin
Chairman and CEO

12 July 2009