

MIYOSHI PRECISION LIMITED
(Company Registration No. 198703979K)

COMPANY ANNOUNCEMENT

ADDITIONAL INFORMATION ON THE UNAUDITED HALF YEAR RESULTS FOR THE
FINANCIAL PERIOD ENDED 28 FEBRUARY 2005

Further to the announcement (SGX Announcement No. 103) made by the Company on its half year unaudited results on 14 April 2005, the Company wishes to provide the following additional information:

1. **Review of the Performance of the Group**

- (i) The significant increase in the cost of raw materials and consumables used in production is due mainly to the rising prices of steel which is a key raw material component.
- (ii) The increase in "Other receivables and prepayments" was due mainly to payments of approximately S\$2m made under the "Asset Sale and Purchase" Agreement for the acquisition of a factory and other assets of a third party in Thailand. The payments are classified as "Other receivables and prepayments" because the transactions are expected to be completed only in or about June 2005.

The increase in "Loans receivable" was due to reclassification of an advance made to an associated company of the Group. The advance is not made to an interested person as defined under the Listing Manual.

- (iii) The material factors giving rise to the negative cash from operations are:
- Increase in inventory held of S\$4.46m for the purpose of meeting the pull requirements of a customer;
 - Higher "Other receivables and prepayments" resulting from payments of approximately S\$2m made the under the "Asset Sale and Purchase" Agreement for the acquisition of a factory and assets in Thailand.

2. **Interested Person Transaction ("IPT") General Mandate**

Interested person transactions conducted for the half year period from 1 September 2004 to 28 February 2005 were as follow:

Name of interested person	Aggregate Value of all interested person transactions during the financial period under review (excluding transactions less than S\$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate Value of all interested person transactions conducted under the shareholders' mandate pursuant to Rule 920 (excluding transactions less than S\$100,000)
Miyoshi Industry Co., Ltd		
Type of transactions:		
Sales	Nil	S\$238,031
Purchases	Nil	S\$2,095,763
Royalty	Nil	S\$122,890

By Order of the Board

Andrew Sin Kwong Wah
Director