

MIYOSHI PRECISION LIMITED

NEW SUBSIDIARY IN SINGAPORE

The Directors of Miyoshi Precision Limited ("the Company" or "MPL") are pleased to announce that MPL has acquired 102,000 ordinary shares of S\$1.00 each, representing a 51% interest in the share capital of Fastrack Private Limited (Fastrack)

Fastrack is incorporated in Singapore with a paid-up capital of S\$200,000 to carry out the businesses of manufacturing and repairing of machine tools and provision of jig grinding and computer numerical control (CNC) wire cut services. Being a machining shop, Fastrack is able to do batch production and prototyping by using its range of advanced multi-axes CNC machines.

The acquisition for a total cash consideration of S\$235,620 is on a willing buyer willing seller basis and based on NTA of Fastrack as at 31 August 2004. Mr. Kelvin TokTeck Bin and Ms. Lily Kuek hold the balance of 49% interest in Fastrack, 98,000 ordinary shares.

The above investment in Fastrack will further expand MPL's scope of products and services, especially in the areas of prototyping and batch production of precision components. MPL's vision is to be a leading integrated engineering corporation with a strong regional presence in Asia, with the enhanced capability to provide responsive and competitive support to customers through our low cost manufacturing hubs, thereby maximizing shareholders value and returns.

The above investments are funded by internal resources and are not expected to have any material financial impact on the net tangible assets and earnings per share of the Company in the financial year ending 31 August 2005.

None of the Directors or substantial shareholders of the Company have any interest, direct or indirect, in the above transactions.

By Order of the Board
Miyoshi Precision Limited