

MIYOSHI PRECISION LIMITED

INCORPORATION OF NEW SUBSIDIARY IN THAILAND

The Board of Directors of Miyoshi Precision Limited (the "Company") wishes to announce that the Company has incorporated a 80 percent owned subsidiary, Miyoshi Hi-Tech Co., Ltd., in Thailand on 26 January 2005 for a cash consideration of Baht40, 000,000 (equivalent to S\$1.67 million) for 400,000 shares of Baht100 (equivalent of S\$4.17) each.

The consideration will be paid in cash, funded through internal resources. The transaction is not expected to have any material impact on consolidated net tangible assets and earnings per share of the Company for the current financial year

None of the Directors or Controlling Shareholders of the Company has any interest, direct or indirect, in the transaction

The investment is catering to meet the increased demand in the manufacturing production capacity of Miyoshi Precision Limited 's Thailand operations.

By order of the Board

Andrew Sin Kwong Wah
Director