



Miyoshi Precision Limited
Company Registration No. 198703979K

PURCHASE OF LAND BY SUBSIDIARY

The Board of Directors of Miyoshi Precision Limited (the "Company") wishes to announce that the Company's subsidiary, Miyoshi Precision (Malaysia) Sdn Bhd ("MPM"), has entered into a sale and purchase agreement to acquire a piece of land from Yuen Sook May at a consideration of approximately RM\$2,374,251 (equivalent to approximately S\$1,038,497) for the purposes of expansion of its operations in Malaysia. The current operations of MPM will be relocated to this new land.

The consideration is derived on a willing buyer-willing seller basis and the acquisition will be funded by bank borrowings and internal resources.

Colliers Jordan Lee & Jaafar, an independent qualified valuer, was engaged to prepare a valuation report for the purpose of securing a bank loan from Public Bank Berhad. In accordance with the valuation report, the land is valued at RM\$2,500,000 as at 25 November 2005. The valuation is based on market value.

The above transaction is a non-discloseable transaction under Chapter 10 of the SGX-ST Listing Manual and is not expected to have any material impact on the net tangible assets and earnings per share of the Company for the financial year ending 31 August 2006.

None of the directors or substantial shareholders of the Company have an interest, direct or indirect, in the above transaction.

Submitted by Sin Kwong Wah, Andrew, Chief Executive Officer on 9 May 2006 to the SGX