

COMAT INDUSTRIAL LTD.

(Incorporated in Singapore on 18 August 2004)

(Company Registration Number: 200410428C)

PROPOSED PLACEMENT OF UP TO 7,000,000 NEW ORDINARY SHARES (THE "PLACEMENT SHARES") IN THE CAPITAL OF COMAT INDUSTRIAL LTD. (THE "PLACEMENT")

Further to today's announcement, the Board of Directors of Comat Industrial Ltd. (the "**Company**") wishes to clarify that the approval in-principle granted by the SGX-ST for the listing and quotation of the Placement Shares is also conditional upon the Placement Shares being placed out within 7 market days from 10 July 2006.

The approval in-principle granted by the SGX-ST is not an indication of the merits of the Placement, the Placement Shares, the Company or its subsidiary.

BY ORDER OF THE BOARD

Submitted by Guo Yun, Director on 11 July 2006 to the SGX-ST.