

AVI-TECH ELECTRONICS LIMITED
(COMPANY REGISTRATION NO. 198105976H)

INCORPORATION OF A NEW WHOLLY-OWNED SUBSIDIARY

The Board of Directors of Avi-Tech Electronics Limited (the "Company") wishes to announce that the Company has recently incorporated a new wholly-owned subsidiary, "Avi-Tech (U.S.A) Inc." in the United States of America.

Avi-Tech (U.S.A) Inc has an initial paid-up capital of US\$1,000.

The principal activities of Avi-Tech (U.S.A) Inc. is that of Marketing and Business Development.

The incorporation of the above subsidiary is funded by internal resources and is not expected to have any material impact on the net earnings per share or net tangible assets per share of the Company for the year ended 30th June 2008.

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

By Order of the Board

Lim Eng Hong
CEO
8th July 2008

The initial public offering of the Company was sponsored by Westcomb Capital Pte. Ltd.