

AVI-TECH ELECTRONICS LIMITED
(Incorporated in Singapore)

PROFIT GUIDANCE

In anticipation of the announcement of the unaudited results for the third quarter FY 2011, the Board of Directors (the "Board") of Avi-Tech Electronics Limited (the "Company") deems it is appropriate to issue a profit guidance announcement in respect of the financial results of the Company and its subsidiaries (the "Group").

The Board had on 10 February 2011 in its second quarter FY 2011 announcement highlighted that the Group has recently ventured into the LED lighting and the life sciences business and in respect of such businesses, expected some negative impact to the Group's bottom-line at the initial stage, with foreseeable significant growth over the next couple of years.

In line with the Board's expectation, both new businesses have reported negative performances, thus affecting the Group's overall performance. In addition, the continued strengthening of the Singapore dollar against the United States dollar and the increase in raw material, labor and energy prices have also affected the Group's overall margin.

In view of the above factors, the Board expects the Group's profit before tax for the third quarter of FY 2011 to be lower as compared to the corresponding period in FY 2010.

The Board further expects the Group's profit before taxation in FY 2011 to remain relatively lower as compared to profit before taxation in FY 2010 of S\$4.745 million.

Further details of the Group's financial performance will be disclosed when the Company finalizes and announces its unaudited financial results for the third quarter of FY 2011 before 15 May 2011.

By order of the Board

Lim Eng Hong
Chief Executive Officer
26 April 2011