

AVI-TECH ELECTRONICS LIMITED
(Company Registration No. 198105976H)

USE OF IPO PROCEEDS

The Board of Directors of Avi-Tech Electronics Limited (the "Company") wishes to provide the following update as at 31 January 2008 on the use of total net proceeds of approximately S\$26.7 million (after deducting IPO expenses of approximately S\$2.3 million, as disclosed on page 33 of the Company's Prospectus dated 11 July 2007) raised from the Company's initial public offering on 25 July 2007:-

	S\$' million (approx.)
Expansion of our customer base and widen our portfolio of services	0.8
Expansion of our overseas operations	0.3
Working capital	2.7
	<hr/> 3.8 <hr/>

BY ORDER OF THE BOARD

Lim Eng Hong
Chief Executive Officer
12 February 2008

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