



Miyoshi Precision Limited
Company Registration No. 198703979K

INCORPORATION OF NEW SUBSIDIARY

The Board of Directors of Miyoshi Precision Limited (the "Company") wish to announce that the Group has incorporated a new wholly owned subsidiary, Miyoshi Precision Huizhou Co., Ltd ("Miyoshi Precision Huizhou") in the Peoples Republic of China. The registered capital of Miyoshi Precision Huizhou is USD 2.5 million.

The initial paid-up capital of Miyoshi Precision Huizhou is USD375,000 and the remaining USD2,125,000 would be paid up by December 2008.

The principal activities of Miyoshi Precision Huizhou are to carry on the business of metal stamping and assembly of electronic components.

The above investment will be funded through internal resources & bank borrowings, and is not expected to have any material impact on the Group's earnings per share and net tangible assets per share for the current and next financial year.

None of the Directors, controlling shareholders or substantial shareholders of the Company have any interest, direct or indirect, in the above transaction.

By Order of the Board
Sin Kwong Wah Andrew
Executive Director
3 August 2007