



Miyoshi Precision Limited
Incorporated in the Republic of Singapore
Company Registration No. 198703979K

MIYOSHI PRECISION (THAILAND) CO., LTD. PARTNERS WITH YAJIMA WORKS CO., LTD.

The Board of Directors of Miyoshi Precision Limited (the "Company") wishes to announce that Miyoshi Precision (Thailand) Co., Ltd. (MPT), a wholly owned subsidiary of the Company, has entered into partnership with Yajima Works Co., Ltd, of Japan (Yajima).

A Sale and Purchase Agreement has been entered into between the Company and Yajima to sell 120,000 ordinary shares of MPT to Yajima representing 30% of the equity of MPT for a cash consideration of USD300,000 (S\$408,300).

This Agreement was preceded by a reduction in the share capital of MPT from THB80,000,000 (S\$3,428,767) to THB40,000,000 (S\$1,714,384) through the cancellation of 400,000 of the 800,000 shares existing before the reduction. The amount of the capital reduced has been returned to the Company.

The net asset value of MPT as at 30 April 2008 (after the capital reduction) was THB44,000,000 (S\$1,885,822). The cash consideration was arrived at on a willing-buyer and willing-seller basis after arm's length negotiations and was based, inter alia, on the net asset value of MPT.

The Miyoshi Group's (the Group) core business is in metal stamped components for the data storage, consumer electronic and automotive industries while MPT produces plastic moulded parts. Established in 1964, Yajima specializes in plastics injection moulding. This partnership with Yajima will allow the Group to enlarge its plastics business and provide for opportunities to broaden its product offerings in combination with its metal stamping business.

The decrease in investment is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Company for the current financial year ending 31 August 2008.

None of the directors 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
Chief Executive Officer
5 June 2008