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SINOMEM TECHNOLOGY LIMITED
(Company Registration No. 200208107G)
(Incorporated in the Republic of Singapore)

**ISSUE AND ALLOTMENT OF 50,000,000 PLACEMENT SHARES IN RELATION TO THE
PLACEMENT**

Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as in the Company's announcements dated 9 September 2009 and 15 September 2009 in relation to the Placement.

Further to the Company's announcements on 9 September 2009 and 15 September 2009 in relation to the Placement, the Board of Directors of the Company wishes to announce that the Company has on 16 September 2009 issued and allotted 50,000,000 Placement Shares in the capital of the Company to the Lenders, as notified by the Placement Agent to the Company in accordance with the terms of the Placement Agreement. The allotment and issue of the Placement Shares is in return for the Loan Securities lent by the Lenders to the Placement Agent pursuant to the Securities Lending Agreement entered into between the Placement Agent and the Lenders.

The Placement Shares are equivalent to approximately 9.96% of the enlarged issued and paid-up share capital of the Company comprising 501,780,000 Shares (excluding treasury shares) after the Placement.

The Placement Shares are expected to be listed and quoted on the Main Board of the SGX-ST on 17 September 2009, and trading of the Placement Shares are expected to commence with effect from 9.00 a.m. on the same date.

By Order of the Board

Chew Kok Liang
Company Secretary

16 September 2009

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