

**SINOMEM TECHNOLOGY LIMITED**

Registration No.: 200208107G

**PROPOSED PLACEMENT OF UP TO 61,780,000 NEW ORDINARY SHARES OF S\$0.02 EACH IN THE CAPITAL OF SINOMEM TECHNOLOGY LIMITED (THE "NEW SHARES")**

Further to our announcements on 27 and 28 September 2005 in relation to the proposed placement (the "Placement") of up to 61,780,000 new ordinary shares of S\$0.02 each (the "New Shares") in the capital of Sinomem Technology Limited (the "Company"), the Board of Directors of the Company wishes to announce that the Singapore Exchange Securities Trading Limited (the "SGX-ST") has granted approval in-principle (the "Approval In-Principle") for the listing and quotation of the New Shares.

The Approval In-Principle is subject to:

- (i) compliance with the SGX-ST's listing requirements;
- (ii) a written undertaking from the Company to make periodic announcements on the use of the placement proceeds as and when the funds from the placement are materially disbursed, and to provide a status report on the use of the placement proceeds in the annual report; and
- (iii) shareholders' approval being obtained for issuance of any additional New Shares should the maximum number of shares pursuant to the share issue mandate granted at the Annual General Meeting on 25 April 2005 be fully issued.

The SGX-ST's in-principle approval is not an indication of the merits of the Placement.

**BY ORDER OF THE BOARD**

Submitted by Low Mei Mei, Maureen, Company Secretary on 5 October 2005 to the SGX.