

SINOMEM TECHNOLOGY LIMITED (Registration No: 200208107G)

**INCREASE IN PAID-UP CAPITAL OF SUNTAR MEMBRANE TECHNOLOGY
(SINGAPORE) PTE LTD**

The Board of Directors of Sinomem Technology Limited ("the Company") is pleased to announce that Suntar Membrane Technology (Singapore) Pte Ltd, a wholly-owned subsidiary of the Company has increased its paid-up capital from SGD100,000 to SGD1,000,000 by allotting 900,000 ordinary shares for a total cash consideration of SGD900,000 to the Company.

The aforesaid transaction is not expected to have a material impact on the net tangible assets or earnings per share of the Company for the current financial year.

None of the directors or substantial shareholders of the Company have any interest in the above transaction other than through their shareholding in the Company.

Submitted by Low Mei Mei Maureen, Company Secretary on 30 January 2007 to SGX.