



China Precision Technology Limited

(Incorporated in Singapore on 17 May 2004)
(Company Registration Number 200406029N)

Invitation in respect of 80,000,000 New Shares comprising:-

- (a) 2,000,000 Offer Shares at S\$0.30 each by way of public offer; and
(b) 78,000,000 Placement Shares at S\$0.30 each by way of placement,
payable in full on application.

The Board of Directors of China Precision Technology Limited (the "Company") is pleased to announce that, as at the close of the Application List at 12.00 noon on 4 May 2006, there were 12,289 valid applications for the 2,000,000 Offer Shares available to the public for subscription. In total, these applicants applied for an aggregate of 712,601,000 Offer Shares, with application monies received amounting to approximately \$213.8 million.

Based on the total invitation size of 80,000,000 New Shares and the total valid applications amounting to 790,581,000 New Shares (comprising valid applications received for 712,601,000 Offer Shares and 77,980,000 Placement Shares), the Invitation was approximately 9.9 times subscribed.

To ensure a reasonable spread of shareholders, the Board of Directors of the Company has decided on the following basis of allotment for the Offer Shares:-

Range of Offer Shares Applied for ('000)	Balloting Ratio	No. of Offer Shares Allotted per Successful Applicant ('000)	Percentage of Total No. of Offer Shares Available to the Public (%)	No. of Successful Applicants
1 to 9	3 : 99	1	3.81	77
10 to 49	5 : 99	1	12.28	248
50 to 99	7 : 99	2	10.79	109
100 to 499	8 : 99	5	58.66	237
500 to 999	10 : 99	7	6.93	20
1,000 and above	13 : 99	8	7.53	19
			100.00	710

Of the applications received for the aggregate amount of 78,000,000 Placement Shares, applications for 20,000 Placement Shares were invalid. These 20,000 Placement Shares were therefore included as Offer Shares made available for subscription by the public.

The spread of placees for the 77,980,000 Placement Shares is as follows:-

Range of Placement Shares Applied for ('000)	No. of Placees
1 to 9	450
10 to 49	518
50 to 99	76
100 to 499	124
500 to 999	28
1,000 and above	9
	1,205

Pursuant to Rule 240 of the Singapore Exchange Securities Trading Limited Listing Manual (the "Listing Rules") and to the best knowledge and belief of Phillip Securities Pte Ltd (the "Manager"), after having taken all reasonable steps to obtain the necessary confirmations from the prescribed parties specified under the Listing Rules and to ensure accuracy of the same, save as disclosed below, there are no such other persons who have applied for the New Shares. Should it subsequently come to the attention of the Manager that there are such persons who have successfully applied for the New Shares, an appropriate announcement, via SGXNET, will be made by the Manager before trading commences on 8 May 2006.

Name of Holders	Relationship	No. of Placement Shares	Circumstances giving rise to the allotment
K.I.P. Trading Limited	The managing director of the Underwriter and Placement Agent for the Invitation has more than 50% indirect interest in K.I.P. Trading Limited	5,400,000	Allotted under the Placement Tranche
Funds under the discretionary management of UOB Asset Management Ltd	Related corporation to the Underwriter and Placement Agent for the Invitation	2,000,000	Allotted under the Placement Tranche
P I Holdings Limited	The managing director of the Underwriter and Placement Agent for the Invitation has 10% direct interest in P I Holdings Limited	500,000	Allotted under the Placement Tranche

In addition, the following institutions have each been allotted an aggregate of 5% or more of the New Shares:-

Name of Holders	No. of Placement Shares	Percentage of New Shares	Circumstances giving rise to the allotment
Dubai Investment Group	5,400,000	6.75%	Allotted under the Placement Tranche
ING Asia Private Bank Ltd*	5,400,000	6.75%	Allotted under the Placement Tranche

* These Shares are beneficially held by an individual investor who is not related to our Directors, substantial shareholders or their respective associates.

The Company's Shares will commence trading on a "ready" basis at 9.00 a.m. on 8 May 2006. There will be NO trading on a "when-issued" basis.

Unsuccessful applications using printed Application Forms, together with the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom), are expected to be returned by ordinary post within 24 hours of balloting, at the applicants' own risk. For unsuccessful Electronic Applications, it is expected that the full amount of the application monies (without interest or any share of revenue or other benefit arising therefrom) will be credited to the applicants' accounts with their respective Participating Banks within 24 hours of balloting.

In respect of partially successful applications, the balance of the application monies is expected to be refunded (without interest or any share of revenue or other benefit arising therefrom) to the applicants, by ordinary post at their own risk (in the case of applications made using printed Application Forms) or through the crediting of the relevant amount to the applicants' accounts with their respective Participating Banks (in the case of Electronic Applications) within fourteen (14) days after the close of the Application List.

Applicants may call The Central Depository (Pte) Limited ("CDP") at 6535 7511 using their T-PIN and keying in the stock code: 3169 to enquire on the status of their applications. To sign up for the service, applicants may contact CDP customer service officers for an application form.

The Board of Directors of the Company is pleased to advise that Central Provident Fund ("CPF") members may, with effect from the date on which the Company's Shares are traded on a "ready" basis as indicated above, use their CPF Ordinary Account savings (up to 35% of investible savings) to purchase the Company's Shares under and subject to the requirements of the CPF Investment Scheme – Ordinary Account (CPFIS-OA).

The Board of Directors of the Company wishes to thank all applicants who have applied for the New Shares, the relevant authorities and all who have helped in one way or another in the Company's initial public offering, for their support and assistance.

Issued by Phillip Securities Pte Ltd

For and on behalf of China Precision Technology Limited

5 May 2006