



嘉靈控股集團有限公司

Karin Technology Holdings Limited

(Incorporated in Bermuda with Company Registration Number 32514)

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## INCREASE IN INVESTMENT IN A WHOLLY-OWNED SUBSIDIARY

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The Board of Directors of Karin Technology Holdings Limited (the “**Group**” or “**Company**”) wishes to announce that the Company has increased the investment in its indirectly wholly-owned subsidiary, Karin International Trading (Shanghai) Co. Ltd (“**Karin Shanghai**”), by subscribing 1,088,000 ordinary shares of US\$1.00 each in Karin Shanghai (“**Transaction**”) through Gold Combination Enterprise Inc (“**Gold Combination**”), an indirectly wholly-owned subsidiary of the Company.

Karin Shanghai was incorporated in the People’s Republic of China. The principal activities of Karin Shanghai are the trading of electronic components, computer products and peripherals.

The abovesaid shares were issued by Karin Shanghai to Gold Combination as fully paid-up shares through the capitalisation of the undistributed profits of RMB7,427,000 (equivalent to US\$1,088,000) of Karin Shanghai. Following the Transaction, the issued and paid-up share capital of Karin Shanghai has been increased from US\$200,000/- to US\$1,288,000/-.

The Transaction will strengthen the capital base of Karin Shanghai and is a part of the Group’s expansion plans in the People’s Republic of China.

The Transaction is not regarded as a discloseable transaction pursuant to the Rule 1010 of the Listing Manual of the Singapore Exchange Securities Trading Limited (“SGX-ST”) and Rules 1010(3) and 1010(5) of the Listing Manual of the SGX-ST are not applicable.

The Transaction is not expected to have any material impact on the earnings per share and net tangible assets per share of the Group for the financial year ending 30 June 2010.

None of the directors or substantial shareholders of the Company has any interest, directly or indirectly, in the Transaction.

By Order of the Board

Wong Chi Cheung, Clarence  
Financial Controller / Joint Company Secretary

Date: 16 March 2010