



GIKEN SAKATA (S) LIMITED
(the "Company")

(Incorporated in the Republic of Singapore)
Company Registration No. 197903879W

AMENDMENT OF INVESTMENT AGREEMENT AND INVESTOR DEBENTURE AND GRANT OF ADDITIONAL LOAN BY MIYOSHI PRECISION LIMITED TO THE COMPANY

The board of directors of the Company (the "**Board**") refers to the announcements dated 4 February 2008 announcing that the Company had entered into an Investment Agreement dated 4 February 2008 (as amended by a first supplemental agreement dated 9 June 2008 and a second supplemental agreement dated 4 August 2008) (the "**Investment Agreement**") with Miyoshi Precision Limited ("**Miyoshi**") in relation to the proposed investment by Miyoshi in the Company.

Unless otherwise defined in this announcement, capitalised terms used in this announcement shall have the same meanings as defined in the announcement dated 4 February 2008.

AMENDMENT OF INVESTMENT AGREEMENT AND INVESTOR DEBENTURE DATED 4 FEBRUARY 2008 (AS AMENDED BY THE SUPPLEMENTAL DEED DATED 4 AUGUST 2008) (THE "INVESTOR DEBENTURE")

(1) Amendment of Investment Agreement

The Board wishes to announce that the Company had, on 19 November 2008, with the consent of the Banks and HP Lenders, entered into a third supplemental agreement (the "**3rd Supplemental Agreement**") with Miyoshi to amend and vary the Investment Agreement.

Pursuant to the 3rd Supplemental Agreement, the Investment Agreement has been amended to extend the availability period in respect of the Additional Loan from 30 September 2008 to 19 November 2008 (the "**Availability Period**").

(2) Amendment of Investor Debenture

The Board also wishes to announce that the Company had, on 19 November 2008, with the consent of the Banks and HP Lenders entered into a supplemental deed (the "**2nd Supplemental Deed**") with Miyoshi to amend and vary the Investor Debenture to reflect the extension of the Availability Period pursuant to the 3rd Supplemental Agreement to 19 November 2008.

Under the Security Sharing Deed dated 3 July 2008 entered into between the Company, Miyoshi and the Banks (the "**Security Sharing Deed**"), one of the terms contained therein is that the security granted by the Company to Miyoshi under the Investor Debenture will enjoy *pari passu* ranking with the security granted by the Company to the Banks where the Additional Loan is disbursed on or prior to 30 September 2008.

In connection with the extension of the Availability Period for the Additional Loan pursuant to the 3rd Supplemental Agreement, the Banks have given their consent that the security granted to Miyoshi to secure the amounts outstanding under the Additional Loan shall continue to enjoy *pari*

passu ranking with the security granted by the Company to the Banks under the Security Sharing Deed notwithstanding that the Additional Loan will be disbursed after 30 September 2008.

In addition, the Secured Banks have consented to the amendment of the Security Sharing Deed to give effect to the terms of the Investment Agreement as amended by the 3rd Supplemental Agreement and the Investor Debenture as amended by the 2nd Supplemental Deed.

ADDITIONAL LOAN

The Board wishes to announce that further to the entry by the Company into the 3rd Supplemental Agreement to amend the Investment Agreement, Miyoshi has on 19 November 2008 granted the Company the Additional Loan in the amount of S\$1.5 million subject to the terms of the Investment Agreement (as amended). The money will be used for the operations of the Company.

For and on behalf of the Board

Ng Say Tiong
Company Secretary
21 November 2008