



HIAP HOE LIMITED

Company Registration No. 199400676Z

INCREASE IN INVESTMENT IN JOINT VENTURE COMPANY

The Board of Directors of Hiap Hoe Limited (the "Company") is pleased to announce that the Company has increased its investment in its joint venture company, Hiap Hoe SuperBowl JV Pte. Ltd. ("HHSB") with SuperBowl Holdings Limited by subscribing for an additional 599,999 ordinary shares of S\$1.00 each in HHSB ("Investment"), thereby increasing its stake in HHSB from 50% to 60%.

The Investment was funded by internal resources.

The joint venture partner, SuperBowl Holdings Limited has also increased its investment in HHSB from S\$1/- to S\$400,000/-.

Following the increase in the issued and paid-up capital of HHSB ("Shares") to S\$1 million, 60% of the Shares will be held by the Company and the remaining 40% Shares will be held by the SuperBowl Holdings Limited.

The Investment is not expected to have any material effect on the earnings per share or net tangible assets per share of the Company for the financial year ended 31 December 2006.

The Audit Committee of the Company is satisfied that the Investment is on commercial terms which are fair and reasonable and are not prejudicial to the interest of the minority shareholders of the Company. The Audit Committee is of the view that the risk and rewards are in proportion to the equity of each of the joint venture partner in HHSB.

The Investment falls within the exception of Rule 916(2) of the Listing Manual of the Singapore Exchange Securities Trading Limited. Shareholders' approval is, therefore, not required for the Company to enter into the Investment.

Mr Teo Guan Seng, Mr Teo Ho Beng and Mr Roland Teo Ho Kang, Directors of SuperBowl Holdings Limited and the Company are also the named Directors in HHSB. .

Other than being the aforesaid directors and their interests through their shareholdings in SuperBowl Holdings Limited and the Company, none of the directors (and their associates) has any interest, direct or indirect in the Investment.

By Order of the Board

Submitted by Sophia Lim Siew Fay, Company Secretary on 25/10/2007 to the SGX