



**INNO-PACIFIC HOLDINGS LTD**  
(Company Registration No. 197301788K)  
(Incorporated in the Republic of Singapore)

**USE OF PROCEEDS FROM THE RIGHTS SHARES CUM WARRANTS ISSUE OF 569,077,095 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY (THE "RIGHTS SHARES") AT AN ISSUE PRICE OF S\$0.035 FOR EACH RIGHTS SHARE WITH 142,269,265 FREE DETACHABLE WARRANT, EACH WARRANT CARRYING THE RIGHT TO SUBSCRIBE FOR ONE NEW ORDINARY SHARE IN THE CAPITAL OF THE COMPANY AT AN EXERCISE PRICE OF S\$0.025 FOR EACH NEW SHARE (THE "RIGHTS SHARES CUM WARRANTS ISSUE")**

The Board of Directors of Inno-Pacific Holdings Ltd (the "Company") refers to the Rights Shares cum Warrants Issue which was completed on 30 November 2007 and wishes to announce that, of the approximately S\$19.5 million raised from the Rights Shares cum Warrants Issue, as at 22 February 2008, approximately S\$2.6 million has been utilised by the Company for the purpose of funding the purchase of equipment and facilities for the installation of Broadband over Power Line under the outsourcing agreement with Realm Energy Sdn Bhd dated 6<sup>th</sup> August 2007. The remaining balance of the net proceeds from the Rights Shares cum Warrants Issue has been placed in short term deposits with banks and invested in short-term marketable securities pending disbursement.

The Company will continue to made periodic announcements on the utilisation of the balance of the net proceeds from the Rights Shares cum Warrants Issue as and when such proceeds are materially deployed.

By Order of the Board

Wong Chin Yong  
Managing Director

22 February 2008