

AMTEK ENGINEERING LTD

(Incorporated in the Republic of Singapore under Registration No : 198003886K)

INCORPORATION OF SUBSIDIARY

The Board of Directors of Amtek Engineering Ltd ("Amtek") wishes to announce that its 75%-owned subsidiary, Amtek Huizhou (HK) Industries Ltd ("AHHK"), has incorporated a wholly-owned subsidiary, Amtek (Zhongshan) Industries Ltd ("Amtek Zhongshan").

AHHK, a company incorporated in Hong Kong, has been acting as a trading, marketing and funding vehicle for Amtek (Huizhou) Industries Ltd ("AHIL"). AHIL is a 75%-owned subsidiary of AMTEK which specializes in precision metal stamping and is situated in Huizhou, Guangdong Province, People's Republic of China.

Amtek (Zhongshan) will have a registered capital of US\$2.1 million and a total investment of US\$4.2 million. It has been granted tax incentive comprising tax-exemption for first 2 profitable years followed by half the normal tax rate for the next 3 profitable years.

Amtek (Zhongshan) has the same principal activity and represents an extension of AHIL's precision metal stamping business to the existing and potential new customers in the Pearl River Delta region. It will operate from a rented factory of 7,337sqm in Da Che Industrial Park, Nanlang, Zhongshan City, Guangdong Province.

The above transactions will be financed by AHHK's and AHIL's internal generated funds and are not expected to have any significant effect on Amtek Group's net tangible assets per share nor earnings per share for the financial year ending 30 June 2006.

None of the directors or substantial shareholders of Amtek has any interest, direct or indirect, in the abovementioned transactions save for their shareholdings in Amtek.

By Order of the Board

Heng Fook Pyng, Jeslyn
Company Secretary
Singapore, 3 May 2006