

Advanced Holdings Ltd. 29 Senoko South Road Singapore 758083 t:+65 6854 9000 f:+65 6779 5400

Increase in Shareholding in Subsidiary - Guided Wave Incorporated

The Board of Directors of Advanced Holdings Ltd (the "Company") wishes to announce that its shareholding in its USA subsidiary, Guided Wave Incorporated ("GWI"), has increased from 91.5% to 91.6%. The increase in shareholding is the result of GWI's buying back its shares ("Share Buyback") from one of its shareholders.

The consideration for the Share Buyback paid by GWI was US\$3,982 (approximately S\$5,257) payable in cash taking into account the average earnings for the past three financial years and the latest audited net tangible asset value of GWI. The proportionate share of net tangible assets for the deemed acquisition is approximately S\$4,000.

The aforesaid Share Buyback is not expected to have any material impact on the earnings per share or the net tangible assets per share of the Company and its subsidiaries for the financial year ended 31 December 2014.

Save for their interests through the ultimate holding company, none of the directors or controlling shareholders of the Company has any interest, direct or indirect in the transaction.

On behalf of the Board Dr Wong Kar King Managing Director

2 January 2015