KOYO INTERNATIONAL LTD
(Incorporated in the Republic of Singapore)
(Registration No. 200100075E)

INCREASE IN ISSUED AND PAID-UP CAPITAL IN WHOLLY-OWNED SUBSIDIARY

The Board of Directors of Koyo International Limited (the "**Company**" and together with its subsidiaries, the "**Group**") is pleased to announce that AVSC Technologies Pte. Ltd. ("**AVSC**"), an indirect wholly-owned subsidiary of the Company, has increased its issued and paid-up capital as follows:

No. of Ordinary Shares	Total Consideration	Total No. of Shares After Allotment	Amount of Paid-Up Capital After Allotment and Issuance
1,590,000	$1,590,000.00	1,600,000	S$1,600,000.00

The increase of shares in the share capital of AVSC is funded internally and is not expected to have any material impact on the Company's net tangible assets or earnings per share of the Group for the current financial year ending 31 December 2014.

Purpose of Transaction

The purpose of the increase in paid-up capital is to facilitate AVSC's proposed L6 grade application to the Building and Construction Authority for the supply of other basic construction materials such as sand. An L6 grade would allow AVSC to tender for such supply projects of unlimited value.

With an L6 grade, AVSC would be able to tender for larger government projects. The increase in capital would therefore strengthen AVSC's capital base and working capital in anticipation of increased business activities.

Interests of Directors and Controlling Shareholders

Save for their respective shareholdings in the Company, none of the directors, controlling shareholders or substantial shareholders of the Company, has any interest, whether directly or indirectly, in this transaction contemplated herein.

By Order of the Board
Koyo International Limited

Goh Hwee Hiong
Chief Financial Officer
14 August 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement,

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Mark Liew, Managing Director, Corporate Finance, at 20 Cecil Street, #21-02 Equity Plaza, Singapore 049705; telephone (65) 6229 8088.