ADVANCE SCT LIMITED

(Company Registration Number: 200404283C)

INCORPORATION OF A CHINA ENTITY – EVERGLORY RADIATORS (SHENYANG) CO., LTD.

The Board of Directors (the "**Board**") of Advance SCT Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to its announcement 00007 on 24 December 2013 and wishes to announce that its associate company, Everglory Cooling Systems Pte. Ltd. ("**ECS**") has incorporated a wholly-owned subsidiary Everglory Radiators (Shenyang) Co., Ltd. ("**ERS**") in Shenyang, the capital city of Liaoning province, China. ERS will manufacture a new-tech radiator in a leased facility located in the Free Trade Zone ("**FTZ**") of the Hunnan district of Shenyang.

The Company has moved from recycling to manufacturing, and aims to become a leading world player in copper-based industrial products. As part of that strategy and through its investment in ECS, it will develop and build a new product with the assistance of a renowned German-Swedish company in a technological collaboration. Using a new material and state-of-the-art metal processing knowhow, ERS will produce heat exchangers such as the CuproBraze core as shown in the picture below. The new product aims to replace conventional radiators in power generators and heavy vehicles as it is lighter and smaller, yet stronger and more efficient in heat dissipation.

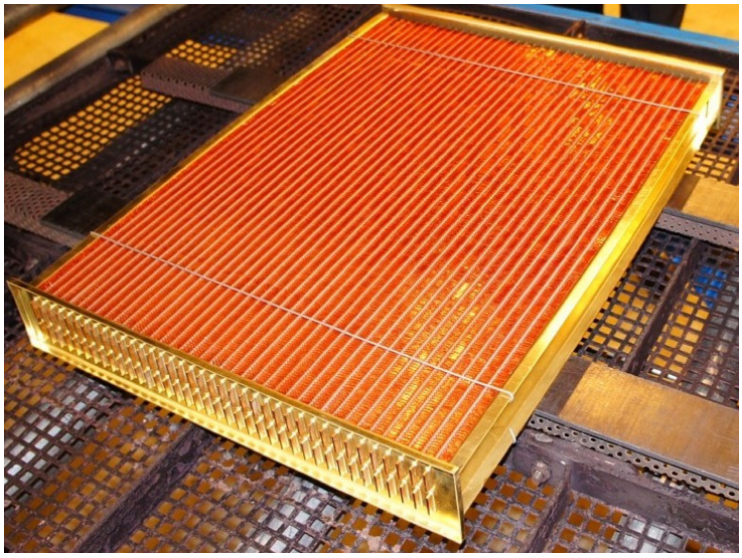


Figure: CuproBraze Cores.

ECS has prototyped limited units of the new-tech CuproBraze radiators in joint efforts with leading power generator manufacturers in the US over the past two years. These new radiators have gained acceptance among the customers. The new factory in Shenyang will begin production in early 2015. It will be the manufacturing base of the CuproBraze radiator, a key component that will be exported to the world's major power generator companies in the United States, Europe, Japan and other parts of Asia. The geographical proximity of ERS to the three north-eastern provinces of China also makes it easier for penetration to this traditional heavy industry region in the country.

The incorporation of ERS is funded by internal resources and is not expected to have a material impact on the earnings and net tangible asset per share of the Group for the financial year ending 31 December 2014. The Group expects the radiator business to contribute to its revenue and profit in the financial year ending 31 December 2015. The Company will make the necessary disclosures as and when there are material developments.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in ERS.

BY ORDER OF THE BOARD
ADVANCE SCT LIMITED

Song Tang Yih
Executive Director and Group President
9 September 2014