

ARMARDA GROUP LIMITED

(Incorporated in Bermuda on 13 August 2003)
(Registration No.: 34050)

THE CAPITAL REORGANISATION IN RESPECT OF THE ISSUE OF 564,640,474 NEW ORDINARY SHARES OF HK\$0.05 PAR VALUE EACH ("NEW SHARES) IN EXCHANGE FOR 564,640,474 EXISTING ORDINARY SHARES IN THE CAPITAL OF THE COMPANY OF HK\$0.20 PAR VALUE EACH

Unless otherwise defined all capitalised terms shall bear the same meanings as in the circular to shareholders of the Company ("Shareholders") dated 1 April 2010

EFFECTIVE DATE OF THE CAPITAL REORGANISATION

The Board of Directors ("**Directors**") of Armarda Group Limited (the "**Company**") refers to the circular dated 1 April 2010 (the "**Circular**") and the announcement dated 6 April 2010 in respect of the capital reorganisation undertaken by the Company ("**Capital Reorganisation**") which was approved by the shareholders of the Company on 24 April 2010.

As an update to the resolution for the Capital Reorganisation and for information, the Directors wish to announce that the effective date for the Capital Reorganisation is on 30 April 2010. On 30 April 2010:

(a) the issued and paid up share capital of the Company was reduced from HK\$112,928,095 divided into 564,640,474 Shares of par value HK\$0.20 each to HK\$28,232,024 divided into 564,640,474 Shares of par value HK\$0.05 each (the "**Capital Reduction**");

(b) as a result of the Capital Reduction, the authorised share capital of the Company has been changed to HK\$180,000,000 divided into 3,600,000,000 Shares of par value HK\$0.05 each; and

(c) the credit amount of HK\$84,696,071 arising from the Capital Reduction will be credited to the contributed surplus account of the Company, of which approximately HK\$41,348,347 will be utilised to write off the Accumulated Losses of the Company in its entirety and the balance amount may be utilised in accordance with the Bye-Laws of the Company and all applicable laws to write off any possible future losses of the Company.

There shall be no change to the total amount of the authorised share capital, being HK\$180,000,000 and the number of issued and paid-up Shares pursuant to the Capital Reduction. The Shares of par value HK\$0.05 will rank *pari passu* in all respects with each other. Other than the expenses incurred in relation to the Capital Reduction, the implementation thereof will not alter the underlying assets, business operations, management or financial position of the Company.

Shareholders should note that the Capital Reorganisation will not involve the diminution of any liability in respect of the unpaid capital or the payment to any Shareholders (if any) of any fully paid-up share capital of the Company.

BY ORDER OF THE BOARD

Luk Chung Po, Terence
Executive Director
30 April 2010

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor ("Sponsor"), Asian Corporate Advisors Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("Exchange"). The Company's Sponsor has not independently verified the contents of this announcement including the correctness of any of the figures used, statements or opinions made.

This announcement has not been examined or approved by the Exchange and the Exchange 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.

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