ARMARDA HOLDINGS LIMITED

ACQUISITION OF SHARES IN BRILLIANT TIME LIMITED

Introduction

The Board of Directors of Armarda Holdings Limited (the "Company") and its subsidiaries (collectively the "Group") is pleased to announce that the Company has on 6 February 2006 entered into a sale and purchase agreement (the "Agreement") with Mr Lee Man Lung, Vincent (the "Vendor") to acquire 250 shares of US$1.00 each (the "Shares"), representing 25% of the total issued capital of Brilliant Time Limited (the "BTL") and its 75% owned PRC subsidiary (collectively the "BTL Group") (the "Acquisition").

This announcement is made pursuant to Rule 1013 and Rule 1010 of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "SGX").

Information on BTL Group

BTL itself is a limited liability company incorporated in the British Virgin Islands and is an investment holding company principally engaged in the business of information technology system integration serving the banking industry in the People's Republic of China, which is carried out through its 75% owned subsidiary, 日达计算机系统（成都）有限公司 (the "JV Company"), a company established pursuant to a joint venture agreement entered into between BTL and 成都金柯曼科技有限公司 (a 100% privately-owned PRC enterprise).

Rationale

The acquisition provides the Group with access to rural credit co-operative banks, one of the fastest growing sectors in the banking and finance industry in the PRC, thus enabling the Group to offer and sell its IT products and services to rural credit co-operative banks in the PRC. The acquisition will also facilitate cross selling of IT products and services between the JV Company and the Group.

Purchase Consideration

The total purchase consideration of the Acquisition is HK$20 million (approximately S$4.3 million). The total purchase consideration was determined based on 4.44 times the price-earnings ratio of BTL Group's guaranteed after tax profit of HK$18,000,000 for FY2006. The Group had already paid the Vendor a refundable deposit of HK$17 million which will constitute part of the total purchase consideration. In respect of the remaining purchase consideration of HK$3 million, a sum of HK$1.5 million is payable within 30 working days from the date falling the 7th business day after all the conditions specified in the Agreement have been fulfilled. A further sum of HK$1.5 million is to be held in escrow pending fulfilment of the profit guarantee provided by the Vendor.

Based on the locally audited financial statements for the financial year ended 31 December 2004 of BTL Group, our share of the net tangible assets value of BTL Group for this Acquisition is approximately HK$340,000.

Material Conditions

The Agreement is conditional, amongst other things, upon the following:

(a) that all necessary consents, authorizations, licenses and approvals for or in connection with the Acquisition have been obtained including but not limited to the approvals by the SGX, the Board of directors of the Company and the shareholders of the Company in general meeting; and

(b) that there are no matters adversely affecting the legal standing or continued existence of BTL and the JV Company.

Funding for the Acquisition

The funds for the Acquisition will be sourced from the internal resources of the Group.

Rule 1006

Based on the audited accounts of the Group for the financial year ended 31 December 2004, the relative figures computed on the bases set out in Rule 1006 of the Listing Manual are as follows:

(a) The after tax net profit of BTL Group based on its locally audited accounts attributable to the Shares purchased, which is approximately HK$110,000 for the financial year ended 31 December 2004, represents 0.45% of the Group's after tax net profit of HK$24.45 million for the financial year ended 31 December 2004.

(b) The purchase consideration of HK$20 million (equivalent to approximately S$4.3 million based on an exchange rate of S$1:HK$4.65) represents approximately 29.94% of the Group's market capitalisation of approximately HK$66.8 million as at February 3, 2006.

Financial Effects

The Acquisition does not have a material impact on the net tangible assets and earnings per share of the Group for the financial year ended December 31, 2004. However, we anticipate the Acquisition should contribute significantly to the Group in the financial year ending 31 December 2006.

Interests of Directors and Controlling Shareholders

None of the directors or controlling shareholders of the Company have any interest, direct or indirect, in the investment.

By Order of the Board

Mak Tin Sang

Joint Company Secretary

6 February 2006