

ARMARDA GROUP LIMITED

(Incorporated in Bermuda on 13 August 2003)

(Registration No.: 34050)

PROPOSED ACQUISITION OF 45% OF THE EQUITY INTEREST IN CHINA SATELLITE MOBILE COMMUNICATIONS GROUP LIMITED BY ARMARDA GROUP LIMITED - UPDATE

Unless otherwise defined herein, all capitalised terms used in this announcement shall have the same meanings as defined in the announcement dated 29 March 2011 from Armarda Group Limited.

Further to the announcements made on 29 December 2010, 20 January 2011 and 29 March 2011 on the proposed acquisition of China Satellite Mobile Communication Group Limited (“**CSMCG**”), the Board of Directors (the “**Board**”) of Armarda Group Limited (the “**Company**”) wishes to inform its shareholders that CSMCG has signed an exclusive partnership agreement with Thuraya Telecommunications Co. (“**Thuraya**”), a UAE-established global GEO satellite mobile telecommunication operator.

Pursuant to the exclusive partnership agreement, Thuraya will provide full-scale technical and marketing support to CSMCG and CSMCG has been appointed as the exclusive distributor of Thuraya’s satellite mobile telecommunication devices as well as the exclusive provider of Thuraya’s satellite mobile telecommunication services in China.

The Company understands that CSMCG has obtained the first and only license from MIIT in December 2010 to provide L-Band satellite mobile telecommunication services in China, being the first government licensee to legally sell satellite mobile telecommunication devices and to provide satellite mobile telecommunication “air time” services in China.

In addition, the Company has been informed that CSMCG has already received confirmed orders for several thousand units of satellite mobile phones from its users in China, of which the delivery of the first 2,000 satellite mobile phones has recently been received from Thuraya.

On completion of the Proposed Acquisition as announced on 29 March 2011 which, *inter-alia* is subject to shareholders approval, the Company will have an interest of 45% in CSMCG, which provides satellite mobile telecommunication services and distributes auxiliary satellite mobile phones and other satellite communication devices (together with its partners in China) to meet end customers’ demand for access to effective mobile telecommunication via satellite. Under the S&P Agreement, the Vendors have agreed to grant to the Company the 55% Call Option (which is exercisable at the sole and absolute discretion of the Company and whose exercise is subject to separate shareholders approval) to purchase from the Vendors, free from all encumbrances and together with all rights, benefits and entitlements attaching thereto as at the 55% Call Option Completion and thereafter, such number of Target Shares which in aggregate with *inter-alia* the Sale Shares will comprise and represent 100% of the then prevailing issued and paid up capital of the CSMCG.

By order of the Board

8 April 2011
Luk Chung Po, Terence
Executive Director

*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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