

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

USE OF PROCEEDS FROM PLACEMENT OF 400 MILLION SHARES

Unless otherwise defined, terms used in this announcement bear the same meanings as defined in the announcements dated 26 August 2010, 17 September 2010, 22 September 2010 and 4 November 2010 relating to the placement of 400 million Placement Shares.

Further to the announcements made by the board of directors (“**Directors**”) of Armarda Group Limited (the “**Company**”) on 4 November 2010 in connection with the use of proceeds from the placement of 400 million Placement Shares on 22 September 2010, the Directors wish to provide an update on the use of the proceeds as follows:-

	<u>HK\$'000</u>
Balance proceeds as at the last update on 4 November 2010	19,000
Less:	
• Cash consideration for the acquisition of 25% of the issued share capital of China RFID Limited	3,500
• Working capital purpose	12,000
Balance proceeds as at 30 June 2011	3,500

The above use of proceeds is in accordance with the intended use as stated in the announcement dated 26 August 2010 in relation to the placement of 400 million Placement Shares.

The Company will continue to make periodic announcements via SGXNET upon utilisation of the remaining proceeds as and when the funds are materially disbursed.

By order of the Board

Luk Chung Po, Terence
Executive Director

7 July 2011

*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 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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