

ACTION ASIA LIMITED (Company Registration no: 200206715M)

DISPOSAL OF WHOLLY OWNED SUBSIDIARIES OF THE COMPANY

- ACTION SINGAPORE PTE. LTD.

- ACTION MULTIMEDIA SOLUTIONS SDN BHD

In line with Action Asia Limited's (the "Company") plan to rationalize and streamline its business activities, the Board of Directors of the Company wishes to announce the following:-

Disposal of Action Singapore Pte. Ltd.

Further to the announcement made on the disposal of **Action Singapore Pte. Ltd.** ("ASP"), a wholly owned subsidiary of the Company on 31 December 2008, the Board of Directors of the Company wishes to announce that ASP which was a loss making subsidiary was disposed to third parties (Ms Pauline Woo Poh Lin and Mr Jerome Ng Wei Ping) for a nominal consideration of S\$2.00 which was arrived on a willing buyer willing seller basis.

As at the date of disposal the net tangible assets of ASP was zero as the assets and liabilities of ASP was S\$42,000.00 respectively.

Disposal of Action Multimedia Solutions Sdn Bhd

The Board of Directors of the Company would also like to announce the disposal of another wholly owned subsidiary, **Action Multimedia Solutions Sdn Bhd** ("AMS"), which is dormant to third parties (Ms Ooi Bee Sim and Mr Lim Pit Pheow) for a nominal consideration of RM2.00 (equivalent to S\$0.80) on 26 December 2008.

The consideration was arrived on a willing buyer willing seller basis. As at the date of disposal the net tangible assets of AMS was RM50.00 (equivalent to S\$21.00). The disposal did not have any material impact on the consolidated net tangible assets and earnings per share of the Company for the financial year ended 31 December 2008.

None of the Directors or substantial shareholders of the Company has any interest in the above transaction save for their interests arising by way of their shareholdings and/or directorships, as the case may be, in the Company.

Submitted by Juliana Loh, Company Secretary on 27/04/2009 to the SGX