

AVAPLAS LTD

(Company Registration No : 199301788C)

Miscellaneous - Circular to Shareholders

The Board of Avaplas Ltd ("Avaplas" or "the Company") wishes to clarify that there was an inadvertent typographical error on page 8 of the circular despatched to shareholders dated 12 July 2005.

The turnover of the ARRK Group (being ARRK Corporation, its subsidiaries and associate companies and associates of ARRK Corporation) was reflected as S\$176.86 million for the financial year ended 31 March 2004. The figure of S\$176.86 million reflects the turnover of the ARRK Corporation. The figure for the turnover of the ARRK Group is S\$1.24 billion.

By Order of the Board

Chuang Sheue Ling and Tan Ching Chek

Joint Company Secretaries

Dated 27 July 2005