

## USE OF PROCEEDS FROM SHARE PLACEMENT

The Board of Directors (the "Board") of HLN Technologies Limited (the "Company") refers to the placement of 24,600,000 ordinary shares in the capital of the Company which was completed on 25 October 2010 and wishes to update the use of the share placement proceeds as at 5<sup>th</sup> August 2011.

<u>Planned use of proceeds</u>	<u>Allocated</u>	<u>Utilized</u>	<u>Balance</u>
To fund the Company's merger and acquisition and investment activities	S\$6.08 million	S\$6.08 million	Nil

The Company refers to its disclosure as at 25 February 2011 on the use of proceeds where a balance of S\$0.15 million was set aside to pay for legal and professional fees associated with the acquisition. With the completion of the acquisition, the associated legal and professional fees have been paid.

By order of the Board

Cheong Weixiong  
Group Chief Executive Officer

Date: 5 August 2011