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Media Release

(For Immediate Release)

VALUETRONICS TO ENTER MEDICAL PRODUCT MARKET WITH ISO 13485:2003 CERTIFICATION

- Company is now qualified to manufacture medical devices in compliance with ISO 13485 standards for the global market,
- Marketing team already deployed to solicit potential customers

Singapore, 16 April 2007 - Valuetronics Holdings Limited ("Valuetronics", "鸿通电 子控股有限公司" or the "Group"), an integrated Electronics Manufacturing Services ("EMS") provider, today announced that the Group has been awarded the ISO 13485 certificate, the quality management standard for medical devices, by a certification body, Det Norske Veritas ("DNV").

Mr Tse Chong Hing ("谢创兴"), the Group's Chairman and Managing Director remarked: "This certification marked a historical milestone for the Group. With this certification, we can now explore the medical device market. In particular, we intend to focus on the noninvasive medical devices which leverage on our present know-how and PCBA or module of medical products as an entry point. The medical device industry is a niche industry with high entry barriers. With the ISO 13485, we will be able to tap on the growing outsourcing trend in this industry." The ISO 13485 quality standard is specific to medical device quality systems and supplements the more generic ISO 9001 standard that applies to many industries. Additional ISO 13485 requirements include those that are critical in the medical device industry (for example, special processes, design controls, process controls including environmental safety, traceability, record retention and regulatory actions).

In FY2005, Valuetronics had successfully designed, developed and commercialised an analog alcohol tester, which was the Group's initiation into medical devices. Its ISO 13485:2003 certification was based on a successful audit of its analog alcohol tester design and manufacturing process. When the design and pilot production stage for a new medical device category is completed, the certification body will be informed. The new medical device design and manufacturing will be audited and in turn a new ISO 13485 certificate with a new medical device category in certification scope will be issued in conjunction with its already certified alcohol tester.

Valuetronics intends to market its ODM and OEM services to medical devices manufacturers who are in the U.S. and convince them to outsource their manufacturing function to them. *"Upon receiving the formal certification, we have already deployed our marketing team to call on potential customers who might have plans for outsourcing to Asia,"* added Mr Tse.

In addition to alcohol testers, the Company has also in 2005 successfully designed and developed platforms for infra-red thermometer and digital blood pressure meter.

"Although it is still early days, growing the medical device segment of our business will further diversify our customer base and further enhance our position in the Electronics Manufacturing Services space." Mr Tse concluded.

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About Valuetronics Holdings Limited

Valuetronics is an integrated electronics manufacturing services ("EMS") provider with principal activities ranging from Original Equipment Manufacturing ("OEM") and Original Design Manufacturing ("ODM). The Group's customer base is predominantly in the telecommunications, industrial and commercial electronics products and consumer electronic products industries which spans across a wide geographical region that covers America, Europe and Asia Pacific region. The Group's customers include OEMs and ODMs as well as international brand owners such as "DYMO", "GE", "GRACO", "HID", "HONEYWELL", "KAZ", "KITCHENAID", "NTT" and "PHILIPS". Headquartered in Hong Kong, the Group's manufacturing facility is located in Danshui Town, Huiyang District, Huizhou City, Guangdong Province, PRC.