

## ARMARDA GROUP LIMITED

(Incorporated in Bermuda on 13 August 2003)

(Registration No.: 34050)

### RESPONSE TO QUERIES RAISED BY SGX-ST ON 10 DECEMBER 2010

Armarda Group Limited (the “Company”) wishes to announce the following in response to queries raised by SGX-ST on 10 December 2010 in respect of the trading activity (a substantial increase in the volume) for the shares of the Company.

Question 1: Are you aware of any information not previously announced concerning you (the issuer), your subsidiaries or associated companies which, if known, might explain the trading?  
If yes, the information must be announced immediately.

*Response:* With the exception of a possible corporate action which was announced on 4 November 2010, where *inter-alia*, the Board of Directors (the “**Board**”) of the Company had announced, that the Company is contemplating a potential acquisition (“Potential Acquisition”) of a PRC project, the Company is not aware of any price sensitive or material information not previously announced concerning the Company, its subsidiaries or associated companies which, if known, might explain the trading.

As announced previously, the Potential Acquisition is, *inter-alia*, synergistic to and will consolidate the Company and its subsidiaries’ (“**Group**”) existing operations, leveraging on its existing competence and capabilities of the Group and the nature of the business is not new to the Group.

The Company is currently still in the process of negotiating the terms for the transaction and there is currently no definitive agreement on the terms. In addition, the Company has also concurrently sought clarifications from its sponsor Asian Corporate Advisors Pte. Ltd., on the terms and the application of Chapter 10 ratios and requirements for shareholders approval (where applicable).

Subject to the completion of negotiations of terms and conditions acceptable to the Company and the vendor, an appropriate announcement will be made in due course. Subject to the terms and conditions, and depending on the amount of the consideration and percentage of interest in the project, the Potential Acquisition may be subject to shareholders or regulatory approvals or consents.

A separate announcement will be made (where applicable) at the appropriate time for the disclosure of the acquisition or on the execution of the relevant agreements.

As there is no certainty that the discussions will result in a binding agreement or that the Potential Acquisition will proceed, shareholders should note that the Potential Acquisition as mentioned above, is not definitive and may be subject, *inter-alia*, to negotiations, deliberations, due diligence and approvals from shareholders and the regulators (where applicable) and there is no assurance that the discussions will result in a binding agreement or that the Potential Acquisition will proceed or be completed.

Accordingly, shareholders are advised to refrain from taking any action which may be prejudicial to their interests before seeking advice from their stockbrokers, bank managers, solicitors, accountants or other professional advisers (as appropriate).

Question 2: Are you aware of any other possible explanation for the trading?

Response: With the exception of the above mentioned Potential Acquisition which was announced on 4 November 2010, the Company is not aware of any other possible explanation for the trading and the substantial increase in the volume of the shares traded.

Question 3: Can you confirm your compliance with the listing rules and, in particular, listing rule 703?

Response: The Company confirms that it has complied with the listing rules and, in particular, listing rule 703.

**BY ORDER OF THE BOARD**

Luk Chung Po, Terence  
Executive Director  
10 December 2010

*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 Company's 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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