



METAX ENGINEERING CORPORATION LIMITED

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METAX ENGINEERING CORPORATION LIMITED

(Incorporated in the Republic of Singapore under Registration Number 197500111H)

DISPOSAL OF SHARES IN METAX RESOURCES PTE. LTD.

The Board of Directors of Metax Engineering Corporation Limited (the “**Company**”) wishes to announce that the Company has disposed of its entire interest in Metax Resources Pte. Ltd. (“**Metax Resources**”) for an aggregate consideration of \$55,000, which will be payable by 30 April 2010.

Metax Resources has an issued and paid-up capital of S\$100,000, comprising 100,000 shares. Prior to the disposal, the Company had a 55% interest in Metax Resources, whilst the remaining 45% was held by Asia First Capital Pte. Ltd..

After preliminary feasibility studies, the Company’s plans to diversify into new resources-related businesses via Metax Resources were found to be unsuitable. After deliberating on the Group’s development objectives, the conclusion reached was that it is not in the commercial interest of the Group to retain an interest in Metax Resources. In conjunction with the disposal, Metax Resources will change its name to “Rhino Resources Pte. Ltd.”.

The disposal is not expected to have any material impact on the earnings per share and net tangible assets of the Company for the financial year ending 30 June 2010.

None of the Directors, and as far as the Directors are aware, none of the controlling shareholders of the Company, has any interest, direct or indirect, in the aforesaid transaction, save through his shareholding (if any) in the Company.

By order of the Board

Tan Tze Wen
Managing Director
24 March 2010

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte Ltd, for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**Exchange**”). The Company's Sponsor has not independently verified the contents of this announcement.*

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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