

MEDI-FLEX LIMITED

(Incorporated in Singapore)
(Company Registration Number: 200312754H)

USE OF PLACEMENT PROCEEDS

The Board of Directors of Medi-Flex Limited wishes to inform that as at 13 August 2007, the Group has fully utilized the placement proceeds raised amounting to S\$13.97 million from the issuance of 328,305,829 new ordinary shares of Medi-Flex Limited on 15 March 2007 as follows:

	<u>S\$million</u>
Repayment of the Group's bank borrowings	8.50
Working Capital	4.93
Expenses incurred	<u>0.54</u>
TOTAL	<u>13.97</u>

Submitted by Lim Cheong Guan, Executive Director, on 17 August 2007 to the SGX-ST.