

FEDERAL INTERNATIONAL (2000) LTD

(Incorporated in Singapore)

Company Registration No. 199907113K

TERMINATION OF SUBSCRIPTION AGREEMENT DATED 22 JANUARY 2010 (AS AMENDED BY A SUPPLEMENTAL AGREEMENT DATED 27 JANUARY 2010) (“SUBSCRIPTION AGREEMENT”) ENTERED INTO BETWEEN FEDERAL INTERNATIONAL (2000) LTD AND CHUA LEONG HAI, CHONG THIM PHENG, CHOW BON TONG, ONG KING SIN, CHUA KIAN LIN, PHUA HUA SENG, CHNG HEE KOK, SIA LING SING AND LAW YIP (COLLECTIVELY THE “SUBSCRIBERS”) FOR THE ISSUE AND ALLOTMENT BY THE COMPANY TO THE SUBSCRIBERS OF AN AGGREGATE NUMBER OF 62,964,000 NEW ORDINARY SHARES IN THE CAPITAL OF THE COMPANY (“SUBSCRIPTION SHARES”).

The Board of Directors of Federal International (2000) Ltd (the “Company”) refers to the announcements dated 22 January 2010, 27 January 2010 and 9 February 2010 and wishes to announce that the Company and the Subscribers have agreed mutually to terminate the Subscription Agreement on 12 February 2010.

The Company would continue to source for other fund raising alternatives to improve the working capital of the Group.

BY ORDER OF THE BOARD
Maggie Koh
Executive Director

12 February 2010