

MIDDLE EAST DEVELOPMENT SINGAPORE LTD.

(Company Registration No. 196600189D)

(Incorporated in Singapore)

ACQUISITION OF REMAINING 25% SHAREHOLDING INTEREST IN SUBSIDIARY

The Board of Directors of Middle East Development Singapore Ltd. (the “**Company**”) wishes to announce that its wholly-owned subsidiary, Hitchins International Pte Ltd, has acquired the remaining 25% shareholding interest comprising 25,000 ordinary shares in the issued share capital of Daku Asia Pte Ltd (“**Daku Asia**”) from the minority shareholder of Daku Asia, Daku GMBH, for a consideration of Euro25,000.00. Following the acquisition, Daku Asia is now a wholly-owned subsidiary of the Company.

The consideration for the acquisition was arrived at on a willing buyer-willing seller basis and shall be funded through internal resources.

The acquisition is not expected to have any material impact on the Company's consolidated earnings and net tangible assets per share in the current financial year.

None of the Directors or controlling shareholders or substantial shareholders of the Company has any interest, directly or indirectly, in the above transaction.

By Order of the Board

Wong Seong Khuen

Managing Director

6 December 2007