

Ultron Technologies Limited
(Incorporated in Singapore)
(Company Registration Number: 198700318G)

**EMPHASIS OF MATTER BY INDEPENDENT AUDITOR ON THE FINANCIAL STATEMENTS FOR
THE FINANCIAL PERIOD ENDED 31 DECEMBER 2011**

Pursuant to Rule 704(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Board of Directors of Ultron Technologies Limited (the "Company") wishes to announce that the Company's Independent Auditor, LTC LLP, has included an emphasis of matter in the Independent Auditor's Report on the financial statements of the Company and its subsidiaries for the financial period ended 31 December 2011.

Copies of the Independent Auditor's Report and the extract of Note 2.1 (iv) in relation to the consolidated financial statements for the financial period ended 31 December 2011 are attached to this announcement.

BY ORDER OF THE BOARD

Lim Ee Chuan
Executive Director and Chief Executive Officer

2 April 2012

Independent Auditor's Report
To the Members of Ultro Technologies Limited
For the financial period ended 31 December 2011

Report on the Financial Statements

We have audited the accompanying financial statements of Ultro Technologies Limited (the "Company") and its subsidiaries (the "Group") set out on pages 25 to 73, which comprise the consolidated statement of financial position of the Group and the statement of financial position of the Company as at 31 December 2011, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows of the Group for the financial period then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Singapore Companies Act (the "Act") and Singapore Financial Reporting Standards, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition, and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair profit and loss accounts and balance sheets and to maintain accountability of assets.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements of the Group and the statement of financial position of the Company are properly drawn up in accordance with the provisions of the Act and Singapore Financial Reporting Standards so as to give a true and fair view of the state of affairs of the Group and of the Company as at 31 December 2011, and the results, changes in equity and cash flows of the Group for the financial period ended on that date.

Emphasis of Matter

We draw attention to Note 2.1 (iv) to the consolidated financial statements. For the financial period ended 31 December 2011 the Group has recorded a comprehensive loss of \$4,094,000 (2010: \$6,431,000). In its effort to turnaround the business, the Group has been actively pursuing various business opportunities, including a potential injection of new business from the acquisition of Ley Choon Constructions and Engineering Pte Ltd. The Company is in the process of seeking clearance from the regulatory authorities and shareholders' approval on this proposed acquisition.

These factors indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern. Management continues to adopt the going concern assumption in preparing the consolidated financial statements on the basis that new businesses will be injected into the Group through the proposed acquisition of Ley Choon Constructions and Engineering Pte Ltd.

The validity of the going concern assumption on which these consolidated financial statements are prepared depends on the successful completion of the proposed acquisition. In the event that the use of the going concern assumption is inappropriate, adjustments may have to be made to reflect the situations that assets may need to be realised other than in the normal course of business and that amount could differ significantly from the amounts at which they are currently recorded in the consolidated statement of financial position of the Group. In addition, the Group may have to reclassify non-current assets and liabilities as current assets and liabilities and to provide for further liabilities that might arise. No such adjustments have been made to the consolidated financial statements of the Group. Our audit opinion on the consolidated financial statements of the Group is not qualified in respect of this matter.

Report on other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and by those subsidiaries incorporated in Singapore of which we are the auditors, have been properly kept in accordance with the provisions of the Act.

LTC LLP

Public Accountants and
Certified Public Accountants

Singapore, 2 April 2012

Note 2.1(iv) Going concern

The financial statements of the Group are prepared on a going concern basis which assumes continuity of normal business activities and the realization of assets and discharge of liabilities in the normal course of business.

For the financial period ended 31 December 2011, the Group has recorded a comprehensive loss of \$4,094,000 (2010: \$6,431,000). In its effort to turnaround the business, the Group has been actively pursuing various business opportunities, including a potential injection of new business from the acquisition of Ley Choon Constructions and Engineering Pte Ltd. The Company is in the process of seeking clearance from the regulatory authorities and then shareholders' approval on this proposed acquisition.

These factors indicate the existence of a material uncertainty which may cast significant doubt about the Group's ability to continue as a going concern. Management continues to adopt the going concern assumption in preparing the consolidated financial statements on the basis that new businesses may be injected into the Group through the proposed acquisition of Ley Choon Constructions and Engineering Pte Ltd.