

ULTRO TECHNOLOGIES LIMITED
(Incorporated in Singapore)
(Company Registration Number: 198700318G)

QUARTERLY UPDATE PURSUANT TO RULE 1313(2) OF THE LISTING MANUAL

INTRODUCTION

With effect from 3 December 2009, Ulro Technologies Limited (the "Company") was placed under the Watch-List pursuant to Rule 1311 of the Listing Manual.

Pursuant to Listing Rule 1313(2) of the Listing Manual of the SGX-ST, the Board of Directors of the Company wishes to provide the following updates on the Company and its subsidiaries (the "Group") for the first quarter ended 31 March 2012.

UPDATE ON FINANCIAL POSITION

Income Statement

The current reporting period was for the first quarter ended 31 March 2012 ("1QFY12") and the corresponding period of the previous financial year was for the first quarter ended 31 March 2011 ("1QFY11").

Pursuant to the announcements dated 26 December 2011, 15 February 2012 and 2 April 2012 with regard to the proposed acquisition of Ley Choon Constructions and Engineering Pte Ltd, the Company is in the process of winding down the current operations. According to the conditions precedents of the proposed acquisition, as at the completion, the Group shall have no assets and liabilities save for, a) a cash reserve of approximately \$2.4 million; b) a liability of approximately \$600,000; and c) the entire issued and paid-up share capital of its wholly-owned subsidiary Ranoda (M) Sdn Bhd, comprising 2,950,000 ordinary shares provided that Ranoda (M) Sdn Bhd has no other existing businesses and assets other than the property (classified as investment properties in the Statement of financial position above).

In view of the above, the financial results of all the entities, except for the parent company Ulro Technologies Ltd and the wholly owned subsidiary Ranoda (M) Sdn Bhd, have been classified as Discontinued Operations in the Income Statement. In other words, the Continuing Operations comprises of Ulro Technologies Ltd and Ranoda (M) Sdn Bhd only. Similarly, the financial position of the Discontinued Operations is presented as "Assets" and "Liabilities" held for sale in the Statement of Financial Position. Further, the previous year (comparative period) amounts were also reclassified, in line with the current year classification.

Revenue

There was no revenue for 1QFY12, as the Group is in the process of winding down the businesses due to the reasons explained above.

Other operating income

The other operating income, which comprises of rental income and miscellaneous income, decreased by 64% to S\$1 million in 1QFY12 compared to S\$2.9 million in 1QFY11 due to absence of one-off miscellaneous income in the current reporting period 1QFY12.

Operating expenses

The operating expenses comprises of administrative expenses, other items and finance expenses. The administrative expenses consist mainly of operating lease rental expenses, office overheads and salary. The administrative expenses have gone up by 15% to S\$1.3 million in 1QFY12 compared to S\$1.2 million in 1QFY11 due to higher utilities cost and professional fees. The other item consists of exchange loss amounting to S\$0.1 million in 1QFY12 compared to NIL in 1QFY11.

Discontinued operations

The discontinued operations for 1QFY12 are Ultro Resources Pte Ltd and PT Ultro Sumber Indonesia which are under strike-off and in the process of proposed disposal respectively. The loss after tax of S\$0.1 million from discontinued operations is mainly attributable to the write-off of translation reserve.

Net loss after tax

The Group reported a net loss after tax of S\$0.5 million in 1QFY12 compared to a net profit after tax of S\$2.2 million in 1QFY11 due to the various reasons explained above.

Other comprehensive income

The other comprehensive income of S\$0.1 million in 1QFY12 is mainly attributable to the write-off of translation reserve pertaining to the discontinued operations.

Balance Sheet

The net assets of the Group reduced by 6.7% to S\$5 million as at 31 March 2012 compared to S\$5.4 million as at 31 December 2011, mainly attributable to, amongst others, the operating loss of the continuing operations.

Cashflow

The Group's cash and cash equivalent stood at S\$2 million as at 31 March 2012.

OUTLOOK

Pursuant to the announcements dated 26 December 2011, 15 February 2011 and 2 April 2012, the Company is waiting for the approval from the SGX-ST with regard to the proposed acquisition of Ley Choon Constructions and Engineering Pte Ltd. Pursuant to Rule 1014 of the SGX-ST Listing Manual, the Company will be holding an Extraordinary General Meeting to seek the shareholders' approval for, *inter alia*, the proposed acquisition. A circular, containing information required pursuant to the applicable listing rules will be despatched to the shareholders in due course. The Group is in the process of winding down the businesses as explained above.

BY ORDER OF THE BOARD

Lim Ee Chuan
Executive Director and Chief Executive Officer

4 May 2012