

INNOVALUES LIMITED

Company Registration No. 199702822E

(Incorporated in Singapore)

UPDATE ON DAMAGES CAUSED BY SEVERE FLOOD TO OUR OPERATION IN AYUTTHAYA, THAILAND

Following the announcement on 13 October 2011, the Board of Directors of Innovalues Limited (the “Company”) would like to provide an update on the severe flood situation which had halted our operation in Ayutthaya, Thailand.

On 14 October 2011, water broke through one of the dykes protecting the Hi-Tech Industrial Estate where our operation is situated. As a result, water level rose above the height of the barricades which were installed to prevent water from overflowing into the plant premises. Access to our plant premises by any form of land transport is no longer possible now.

Assessment of the exact amount of the damage and effect of the flood on the Company’s performance remains impossible and can only be performed after the inundation ends. We will continue to monitor the situation closely and update shareholders promptly of further significant development.

BY ORDER OF THE BOARD

Goh Leng Tse
Chairman and CEO
16 October 2011