



RADIANCE GROUP LIMITED

(Incorporated in Singapore)
(Co. Reg. No.: 200202428H)

STATEMENT OF CLAIM AGAINST RADIANCE ENERGY TECHNOLOGY CO., LTD

The Board of Directors (the “**Board**”) of Radiance Group Limited (the “**Company**”) wishes to inform the shareholders of the Company that its indirect wholly-owned subsidiary, Radiance Energy Technology Co., Ltd (“**RET**”) in Beijing, People’s Republic of China, has on 18 May 2010 received a Statement of Claim filed by Thumb Mining Investments Co., Ltd (“**Thumb Mining**”) with the Beijing No. 2 Intermediate People’s Court (“**Court**”).

Based on the Statement of Claim, Thumb Mining is claiming RMB 28 million in compensation for economic loss suffered as a result of the following:

- (i) RET breaching a lease agreement with Thumb Mining in respect of a 100m² premise situated at Room 1906, Block B, Wanda Plaza; and
- (ii) RET affecting the normal operations of Thumb Mining through its possession of, *inter alia*, office equipment, licenses and account books and records of Thumb Mining.

The Company believes that the claims made are baseless and without merit. The Company has engaged legal counsel and intends to vigorously defend this matter before the Court.

The Board is of the view that the alleged claim by Thumb Mining is not expected to have any material impact on the current principal activities and/or operations of the Company and its group of companies in Shanghai and Shenzhen.

The Board will continue to make further announcements as and when appropriate on a timely basis

BY ORDER OF THE BOARD

Cosimo Borrelli
Chairman

Date : 20 May 2010