

HI-P INTERNATIONAL LIMITED
(Company Registration No.: 198004817H)
(Incorporated in the Republic of Singapore)

INCORPORATION OF WHOLLY-OWNED SUBSIDIARY IN TAIWAN

The Board of Directors of Hi-P International Limited (the "Company") wishes to announce that the Company has incorporated a wholly-owned subsidiary in Taiwan known as Hi-P Technology Co Ltd. (赫比科技有限公司) on 12 February 2010.

Hi-P Technology Co Ltd. is registered with a paid-up capital of NTD 6,000,000.00 (New Taiwan Dollar Six Million).

The set up of Hi-P Technology Co Ltd. is to provide early sales involvement support to customers.

The above investment is funded through the Company's internal resources and is not expected to have any material impact on the Group's earnings per share or net tangible assets per share for the financial year ending 31 December 2010.

None of the Directors or substantial shareholders of the Company has any interest, direct or indirect (other than through their shareholdings in the Company), in the above investment.

By Order of the Board

Yao Hsiao Tung
Executive Chairman and Chief Executive Officer
22 February 2010