

CHALLENGER TECHNOLOGIES LIMITED

Company Registration No.: 198400182K
(Incorporated in the Republic of Singapore)

CANCELLATION OF NEW LEASE LOCATED IN KUALA LUMPUR, MALAYSIA

Further to the announcement on 6th May 2011 regarding the securing of a new lease at Bangsar Shopping Centre ("the Mall") in Kuala Lumpur, the Board of Directors of Challenger Technologies Limited ("the Company") wishes to announce that the Company will not proceed with the lease due to disagreement with the Mall over certain fit-out requirements.

None of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transactions.

By Order of the Board

Tan Chee How
Company Secretary
27 July 2011