

FREIGHT LINKS EXPRESS HOLDINGS LIMITED
(Company Registration Number: 198600061G)

Increased Shareholdings in Freight Links Express (Thailand) Co., Ltd.

Freight Links Express Holdings Limited (the Company) is pleased to announce that it has acquired an additional 600 ordinary shares of Baht 1,000 each in Freight Links Express (Thailand) Co., Ltd. (FLE Thailand) which is equivalent to 30% of its issued share capital for a total consideration of Baht 8.775 million. With this purchase, the Company's equity interest in FLE Thailand increased from 19% to 49%. The consideration was arrived at on a willing-buyer and willing-seller basis.

Subsequently, the FLE Thailand increased its issued share capital from Baht 2 million to Baht 5 million by issuing 3,000 ordinary shares of Baht 1,000 each. The Company subscribed for 1,470 ordinary shares of Baht 1,000 each in FLE Thailand which is equivalent to 49% of its increased issued share capital for a total consideration of Baht 1.47 million or Baht 1,000 per share. The enlarged issued share capital of FLE Thailand is now Baht 5 million divided into 5,000 ordinary shares of Baht 1,000 each.

FLE Thailand was incorporated on 12 December 1986 and domiciled in Thailand. The principal activities are that of an air and ocean freight forwarder, shipping and customs clearance broker. Based on its latest unaudited accounts of FLE Thailand for the financial year ended 30 April 2006, the net tangible asset value of the increased shareholdings amounted to about Baht 9.2 million.

The acquisition is not expected to have a material impact on the net tangible assets and earnings per share of the Company for the current financial year ending 30 April 2007.

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

By Order of the Board

Thomas Woo
Executive Director & CFO
Singapore, 6 July 2006