



**APPROVAL IN PRINCIPLE FOR THE LISTING AND QUOTATION OF 73,500,000
NEW ORDINARY SHARES IN THE CAPITAL OF mDR LIMITED**

Pursuant to our announcement on 9 October 2007, we are pleased to announce that the Exchange has approved in-principle the listing and quotation of the 73,500,000 new ordinary shares in the capital of the Company in relation to the proposed placement to Portal World Investment Limited and Mr. Ng Swee Hua (the “**Placement**”), subject to:-

- (i) The submission of a written undertaking from the Company that:-
 - (a) it will make periodic announcements (via SGXNET) on the utilization of the Placement proceeds as and when the funds from the Placement are materially disbursed. The announcement should provide detailed descriptions on how working capital raised was deployed; and
 - (b) it will provide a status report on the use of the Placement proceeds in the Company’s annual report. The status report should provide detailed descriptions of how working capital raised was deployed.

The Company has submitted the aforementioned written undertaking to the Exchange as at the date of this announcement;

- (ii) the Company making the following further disclosures:-
 - (a) that the beneficial holder of Portal World is Mr. Lew Foon Keong; and
 - (b) an arrangement fee for an aggregate amount of S\$149,940, being 3.0% of the value of the Placement, shall be paid to Advance Capital Partners Private Limited (Company Registration: 200506044H) with registered address at #10-10 UIC Building (“**ACP**”), Singapore 068808. The beneficial owner of ACP is Mr. Tan Choon Wee. Neither Portal World Investment nor Mr. Ng Swee Hua will be entitled to the arrangement fees payable to ACP.
- (iii) the Company’s compliance with the Exchange’s listing requirements and guidelines.

BY ORDER OF THE BOARD

Huang Wenjian Eugene
Legal and Corporate Affairs Manager
Company Secretary
mDR Limited
23 October 2007