



**GRAND-FLO SOLUTION BERHAD (“GRAND-FLO” OR “COMPANY”)**

**PROPOSED ACQUISITION BY SIMAT TECHNOLOGIES PUBLIC COMPANY LIMITED (“SIMAT”), A 36.75%-OWNED ASSOCIATE COMPANY OF GRAND-FLO IN THAILAND, TO ACQUIRE 2,400,000 ORDINARY SHARES OF RM1.00 IN E-TECH IT SDN BHD (“E-TECH”), REPRESENTING 60% OF THE TOTAL ISSUED AND PAID-UP SHARE CAPITAL OF E-TECH, FOR A CASH CONSIDERATION OF RM6,600,000.00 (“PURCHASE CONSIDERATION”) PAYABLE IN THREE (3) TRANCHES (“PROPOSED ACQUISITION”)**

Further to the announcement dated 13 August 2009 in respect of the proposed acquisition of 60% of the total issued and paid-up share capital of E-Tech, the Board of Directors of Grand-Flo is pleased to announce that the shareholders of Simat had approved the acquisition on 12 November 2009.

This announcement is dated 17 November 2009.