



EQUATION CORP LIMITED

(Company Registration Number 197501110N)

This Announcement has been reviewed by the Company's sponsor, KW Capital Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Exchange. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The details of the contact person for the Sponsor is: -

Name : Mr Hoon Tai Meng (Registered Professional, KW Capital Pte. Ltd.)
Address : 80 Raffles Place, #25-01 UOB Plaza 1, Singapore 048624
Tel : 6238 3377

ANNOUNCEMENT OF RESULTS OF RIGHTS ISSUE

Unless otherwise specified, capitalised words in this announcement have the same meaning ascribed to them in the announcements dated 12 February 2009, 27 February 2009 and 10 March 2009 (collectively, the "Announcements") and the Offer Information Statement dated 10 March 2009.

A. RESULTS OF SUBSCRIPTION AND ALLOCATION OF RIGHTS SHARES

The Board of Directors of the Company is pleased to announce that at the close of the Rights Issue on 26 March 2009, valid acceptances and excess applications for a total of 392,642,271 Rights Shares were received. This represents approximately 78.13% of the total number of Rights Shares that were available under the Rights Issue.

Pursuant to the Irrevocable Undertakings, Mr Chng Weng Wah and Starbids Venture Inc, being the Undertaking Shareholders, were entitled to 126,272,000 Rights Shares. As at 26 March 2009, being the Closing Date, the Undertaking Shareholders had subscribed and paid for their full entitlements.

Details of the valid acceptances and excess applications received are as follows:

	NUMBER OF RIGHTS SHARES	AS A PERCENTAGE OF THE TOTAL NUMBER OF RIGHTS SHARES
VALID ACCEPTANCES	207,323,272	41.25%
EXCESS APPLICATIONS	185,318,999	36.88%
TOTAL	392,642,271	78.13%

B. EXCESS APPLICATIONS

A total of 295,217,229 Rights Shares that had not been validly taken up were allotted to satisfy excess applications. All applications for Excess Rights Shares were satisfied in full.

C. ALLOTMENT OF RIGHTS SHARES

The CDP will send to depositors with valid acceptances and successful applications for Excess Rights Shares a notification letter stating the number of Rights Shares that had been allotted to their respective securities accounts, at their respective mailing addresses in Singapore as maintained with the CDP by ordinary post on or about 6 April 2009, at their own risk.

D. "NIL-PAID" RIGHTS SHARES IN RESPECT OF FOREIGN SHAREHOLDERS

As there was no trading for "nil-paid" Rights Shares during the designated period, all the provisional allotments of 1,330,900 Rights Shares which would have been provisionally allotted to Foreign Shareholders were not sold as or via "nil-paid" entitlements on the Catalist. Hence, no proceeds would be distributed to the Foreign Shareholders.

E. PROCEEDS FROM THE RIGHTS ISSUE

The Company has raised net proceeds (the "**Net Proceeds**") of approximately S\$7.6 million after deducting estimated expenses, from the Rights Issue. As disclosed in the Offer Information Statement, the Company intends to apply the Net Proceeds for the Group's general working capital, business expansion and for other acquisitions and/or investments by the Group.

F. INVALID/UNSUCCESSFUL ACCEPTANCES AND EXCESS APPLICATIONS

Where any acceptance and/or excess application for the Rights Shares is invalid, the amount paid on acceptance and/or application will be refunded to such applicants and/or their renounees and/or purchasers, without interest or any share of revenue or other benefit arising therefrom, within 14 days after the Closing Date, by means of a crossed cheque drawn on a bank in Singapore and sent to them by ordinary post at their own risk to their mailing addresses as maintained with the CDP or the Share Registrar or in such other manner as they may have agreed with the CDP for the payment of any cash distributions (if they had accepted, or if applicable, had applied through the CDP or the Share Registrar) or by crediting their accounts with the relevant Participating Banks at their own risk, the receipt by such bank being a good discharge by the Company and the CDP of their obligations (if they had accepted, or if applicable, had applied by way of an Electronic Application through an automated teller machine of a Participating Bank).

G. LISTING OF THE RIGHTS SHARES

The Company expects that 392,642,271 Rights Shares will be issued on 3 April 2009 pursuant to the Rights Issue. The Company further expects that the Rights Shares will be listed and quoted on the Catalist with effect from 9.00 a.m. on 6 April 2009. Completion of the issue of the Rights Shares will be announced via SGXNET in due course.

The Directors wish to take this opportunity to thank Shareholders for their support in ensuring the successful completion of the Rights Issue.

By Order of the Board

Chng Weng Wah

Director

1 April 2009