



**ISO 9001:2000**

**SANICHI TECHNOLOGY BERHAD**  
(Company No. 661826-K)

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SANICHI TECHNOLOGY BERHAD (Company No. 661826-K)

PROSPECTUS



**SANICHI TECHNOLOGY BERHAD**

(Company No. 661826-K)  
(Incorporated in Malaysia under the Companies Act, 1965)

PUBLIC ISSUE OF 30,499,980 NEW ORDINARY SHARES OF RM0.10 EACH AT AN ISSUE PRICE OF RM0.52 PER ORDINARY SHARE PAYABLE IN FULL ON APPLICATION COMPRISING:

- 3,000,000 NEW ORDINARY SHARES OF RM0.10 EACH FOR APPLICATION BY THE MALAYSIAN PUBLIC;
- 25,000,000 NEW ORDINARY SHARES OF RM0.10 EACH FOR PLACEMENT TO IDENTIFIED INVESTORS; AND
- 2,499,980 NEW ORDINARY SHARES OF RM0.10 EACH FOR APPLICATION BY ELIGIBLE DIRECTORS, EMPLOYEES AND BUSINESS ASSOCIATES OF SANICHI TECHNOLOGY BERHAD AND ITS SUBSIDIARY COMPANIES

IN CONJUNCTION WITH THE LISTING OF SANICHI TECHNOLOGY BERHAD ON THE MESDAQ MARKET OF BURSA MALAYSIA SECURITIES BERHAD

Adviser, Sponsor, Underwriter and Placement Agent



**ALLIANCE INVESTMENT BANK**

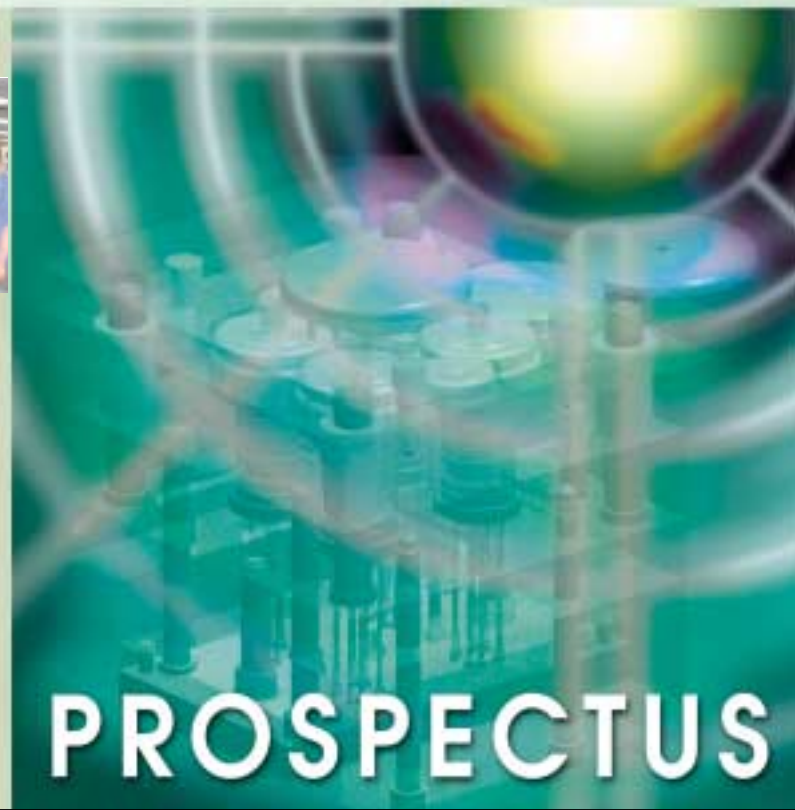
**Alliance Investment Bank Berhad** (21605-D)  
formerly known as Alliance Merchant Bank Berhad



FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 24 HEREOF.

**INVESTORS ARE ADVISED TO NOTE THAT COMPANIES LISTED ON THE MESDAQ MARKET MAY BE OF HIGH INVESTMENT RISK.**

THIS PROSPECTUS IS DATED 15 AUGUST 2006



## RESPONSIBILITY STATEMENTS

THIS PROSPECTUS HAS BEEN SEEN AND APPROVED BY THE DIRECTORS AND PROMOTERS OF SANICHI TECHNOLOGY BERHAD (661826-K) ("SANICHI" OR "COMPANY") AND THEY, COLLECTIVELY AND INDIVIDUALLY, ACCEPT FULL RESPONSIBILITY FOR THE ACCURACY OF THE INFORMATION IN THIS PROSPECTUS AND CONFIRM, HAVING MADE ALL REASONABLE ENQUIRIES THAT, TO THE BEST OF THEIR KNOWLEDGE AND BELIEF, THERE ARE NO FALSE OR MISLEADING STATEMENTS OR OTHER FACTS THE OMISSION OF WHICH WOULD MAKE ANY STATEMENT IN THIS PROSPECTUS FALSE OR MISLEADING. THE DIRECTORS HEREBY ACCEPT FULL RESPONSIBILITY FOR THE PROFIT ESTIMATE AND FORECAST INCLUDED IN THIS PROSPECTUS AND CONFIRM THAT THE PROFIT ESTIMATE AND FORECAST HAVE BEEN PREPARED BASED ON ASSUMPTIONS MADE.

ALLIANCE INVESTMENT BANK BERHAD (*FORMERLY KNOWN AS ALLIANCE MERCHANT BANK BERHAD*), BEING THE ADVISER, SPONSOR, UNDERWRITER AND PLACEMENT AGENT, ACKNOWLEDGES THAT, BASED ON ALL AVAILABLE INFORMATION, AND TO THE BEST OF ITS KNOWLEDGE AND BELIEF, THIS PROSPECTUS CONSTITUTES A FULL AND TRUE DISCLOSURE OF ALL MATERIAL FACTS CONCERNING THE PUBLIC ISSUE AND IS SATISFIED THAT THE PROFIT ESTIMATE AND FORECAST (FOR WHICH THE DIRECTORS OF SANICHI ARE FULLY RESPONSIBLE), PREPARED FOR INCLUSION IN THIS PROSPECTUS, HAS BEEN STATED BY THE DIRECTORS AFTER DUE AND CAREFUL ENQUIRY AND HAVE BEEN DULY REVIEWED BY THE REPORTING ACCOUNTANTS.

## STATEMENTS OF DISCLAIMER

THE SECURITIES COMMISSION ("SC") HAS APPROVED THE PUBLIC ISSUE. HOWEVER, THE APPROVAL IS NOT AN INDICATION THAT THE SC RECOMMENDS THE PUBLIC ISSUE. BURSA MALAYSIA SECURITIES BERHAD ("SECURITIES EXCHANGE") HAS ALSO GRANTED ITS APPROVAL-IN-PRINCIPLE FOR THE LISTING OF SANICHI SHARES ON THE MESDAQ MARKET OF THE SECURITIES EXCHANGE. THE ADMISSION OF THE COMPANY TO THE OFFICIAL LIST OF THE SECURITIES EXCHANGE IS NOT TO BE TAKEN AS AN INDICATION OF THE MERITS OF THE PUBLIC ISSUE, THE COMPANY OR ITS SHARES.

THE SC AND THE SECURITIES EXCHANGE SHALL NOT BE LIABLE FOR ANY NON-DISCLOSURE ON THE PART OF THE COMPANY AND TAKE NO RESPONSIBILITY FOR THE CONTENTS OF THIS PROSPECTUS, MAKES NO REPRESENTATION AS TO ITS ACCURACY OR COMPLETENESS AND EXPRESSLY DISCLAIMS ANY LIABILITY WHATSOEVER FOR ANY LOSS HOWSOEVER ARISING FROM OR IN RELIANCE UPON THE WHOLE OR ANY PART OF THE CONTENTS OF THIS PROSPECTUS. **INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IN CONSIDERING THE INVESTMENT, INVESTORS WHO ARE IN ANY DOUBT AS TO THE ACTION TO BE TAKEN SHOULD CONSULT THEIR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISER IMMEDIATELY.**

INVESTORS SHOULD NOT TAKE THE AGREEMENT BY THE UNDERWRITER TO UNDERWRITE THE PUBLIC ISSUE AS AN INDICATION OF THE MERITS OF THE COMPANY'S SHARES.

A COPY OF THIS PROSPECTUS HAS BEEN REGISTERED WITH THE SC. A COPY OF THIS PROSPECTUS, TOGETHER WITH THE FORM OF APPLICATION, HAS ALSO BEEN LODGED WITH THE REGISTRAR OF COMPANIES WHO TAKES NO RESPONSIBILITY FOR ITS CONTENTS.

INVESTORS MAY OBTAIN A COPY OF THIS PROSPECTUS FROM THE WEBSITE OF THE SECURITIES EXCHANGE AT [www.bursamalaysia.com](http://www.bursamalaysia.com).

INVESTORS ARE ADVISED TO NOTE THAT RECOURSE FOR FALSE OR MISLEADING STATEMENTS OR ACTS MADE IN CONNECTION WITH THE PROSPECTUS IS DIRECTLY AVAILABLE THROUGH SECTIONS 57, 58 AND 153 OF THE SECURITIES COMMISSION ACT 1993.

**CHARACTERISTICS OF THE MESDAQ MARKET OF THE SECURITIES EXCHANGE**

INVESTORS SHOULD BE AWARE THAT THE MESDAQ MARKET IS A DISTINCT MARKET FROM THE MAIN AND SECOND BOARDS IN MANY RESPECTS. IN PARTICULAR, COMPANIES LISTED ON THE MESDAQ MARKET ARE SUBJECT TO DIFFERENT QUANTITATIVE AND QUALITATIVE REQUIREMENTS, WHICH HAVE BEEN PRIMARILY DESIGNED TO ACCOMMODATE HIGH-GROWTH AND/OR TECHNOLOGY COMPANIES. COMPANIES THAT ARE LISTED ON THE MESDAQ MARKET MAY HAVE A LIMITED OPERATING HISTORY OR MAY NOT HAVE ANY PROFIT TRACK RECORD PRIOR TO LISTING. AS SUCH, THESE COMPANIES MAY BE OF HIGH INVESTMENT RISK. THE REGULATORY PHILOSOPHY UNDERLYING THE MESDAQ MARKET IS THAT THE MARKET SHOULD BE ALLOWED TO DETERMINE THE MERITS OF THE SECURITIES / INSTRUMENTS IN A PARTICULAR COMPANY. HENCE, AS WITH ALL INVESTMENTS, PROSPECTIVE INVESTORS SHOULD BE AWARE OF ALL POTENTIAL RISKS IN INVESTING IN SUCH COMPANIES AND SHOULD MAKE THE DECISION TO INVEST AFTER DUE AND CAREFUL CONSIDERATION BY REFERRING TO, AMONGST OTHERS, THE PROSPECTUS, THE LATEST FINANCIAL STATEMENTS AND CORPORATE ANNOUNCEMENTS. IN THIS RESPECT, ADVICE FROM A SECURITIES PROFESSIONAL/ADVISER IS STRONGLY RECOMMENDED.

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THE CONTENTS OF AN ELECTRONIC PROSPECTUS (AS DEFINED HEREIN) ARE AS PER THE CONTENTS OF THE COPY OF THIS PROSPECTUS REGISTERED WITH THE SC. A COPY OF THIS PROSPECTUS SO REGISTERED IS AVAILABLE ON THE WEBSITE OF CIMB SECURITIES SDN BHD AT [www.eipocimb.com](http://www.eipocimb.com). INVESTORS MAY ALSO OBTAIN A COPY OF THE ELECTRONIC PROSPECTUS FROM THE WEBSITE OF MALAYAN BANKING BERHAD AT [www.maybank2u.com.my](http://www.maybank2u.com.my) AND RHB BANK BERHAD AT [www.rhbbank.com.my](http://www.rhbbank.com.my) VIA HYPERLINK TO THE SECURITIES EXCHANGE WEBSITE AT [www.bursamalaysia.com](http://www.bursamalaysia.com).

THE APPLICANT IS ADVISED THAT THE INTERNET IS NOT A FULLY SECURE MEDIUM, AND THAT AN INTERNET SHARE APPLICATION (AS DEFINED HEREIN) IS SUBJECT TO THE RISKS OF PROBLEMS OCCURRING DURING DATA TRANSMISSION, COMPUTER SECURITY THREATS SUCH AS VIRUSES, HACKERS AND CRACKERS, FAULTS WITH COMPUTER SOFTWARE AND OTHER EVENTS BEYOND THE CONTROL OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION (AS DEFINED HEREIN), WHICH RISKS CANNOT BE BORNE BY THE INTERNET PARTICIPATING FINANCIAL INSTITUTION. ANY APPLICANT IN DOUBT CONCERNING THE VALIDITY OR INTEGRITY OF AN ELECTRONIC PROSPECTUS SHOULD IMMEDIATELY REQUEST A PAPER/PRINTED COPY OF THE PROSPECTUS DIRECTLY FROM THE COMPANY, THE ADVISER OR THE ISSUING HOUSE. IN THE EVENT OF ANY DISCREPANCIES ARISING BETWEEN THE CONTENTS OF AN ELECTRONIC PROSPECTUS AND THE CONTENTS OF THE PAPER/PRINTED COPY OF THIS PROSPECTUS FOR ANY REASON WHATSOEVER, THE CONTENTS OF THE PAPER/PRINTED COPY OF THIS PROSPECTUS WHICH ARE IDENTICAL TO THE COPY OF THE PROSPECTUS REGISTERED WITH THE SC SHALL PREVAIL.

IN RESPECT OF ANY REFERENCE IN THIS PROSPECTUS TO THIRD PARTY INTERNET SITES (SUCH INTERNET SITES ARE HEREINAFTER REFERRED TO AS "THIRD PARTY INTERNET SITES"), WHETHER BY WAY OF HYPERLINKS OR BY WAY OF DESCRIPTION OF THE THIRD PARTY INTERNET SITES, THE APPLICANT ACKNOWLEDGES AND AGREES THAT:

- (I) THE COMPANY DOES NOT ENDORSE AND IS NOT AFFILIATED IN ANY WAY WITH THE THIRD PARTY INTERNET SITE REFERRED TO IN THIS PROSPECTUS AND IS NOT RESPONSIBLE FOR THE AVAILABILITY OF, OR THE CONTENTS OR ANY DATA, INFORMATION, FILES OR OTHER MATERIAL PROVIDED ON THE THIRD PARTY INTERNET SITES, AND THAT THE APPLICANT BEARS ALL RISKS ASSOCIATED WITH THE ACCESS TO OR USE OF THE THIRD PARTY INTERNET SITES;
- (II) THE COMPANY IS NOT RESPONSIBLE FOR THE QUALITY OF PRODUCTS OR SERVICES IN THE THIRD PARTY INTERNET SITES, FOR FULFILLING ANY OF THE TERMS OF THE APPLICANT'S AGREEMENTS IN CONNECTION WITH THE THIRD PARTY INTERNET SITES, IF ANY, AND ANY LOSS OR DAMAGE OR COSTS THAT THE APPLICANT MAY SUFFER OR INCUR IN CONNECTION WITH OR AS A RESULT OF DEALING WITH THE THIRD PARTY INTERNET SITES AND THE USE OF OR RELIANCE ON ANY DATA, INFORMATION, FILES OR OTHER MATERIAL PROVIDED THEREON; AND
- (III) ANY DATA, INFORMATION, FILES OR OTHER MATERIAL DOWNLOADED FROM THE THIRD PARTY INTERNET SITES IS DONE AT THE APPLICANT'S OWN DISCRETION AND RISK. THE COMPANY SHALL BEAR NO RESPONSIBILITY, LIABILITY OR OBLIGATION WHATSOEVER IN RESPECT OF ANY DAMAGE TO THE APPLICANT'S COMPUTER SYSTEM OR LOSS OF DATA RESULTING FROM THE DOWNLOADING OF ANY SUCH DATA, INFORMATION, FILES OR OTHER MATERIAL.

WHERE AN ELECTRONIC PROSPECTUS IS HOSTED ON THE WEBSITE OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION, APPLICANTS ARE ADVISED THAT:

- (I) THE LIABILITY OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION IN RESPECT OF THE INTEGRITY OF THE CONTENTS OF AN ELECTRONIC PROSPECTUS IS ONLY TO THE EXTENT OF THE CONTENTS OF THE ELECTRONIC PROSPECTUS SITUATED ON THE WEB SERVER OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION WHICH MAY BE VIEWED VIA THE APPLICANT'S WEB BROWSER OR OTHER RELEVANT SOFTWARE. THE INTERNET PARTICIPATING FINANCIAL INSTITUTION SHALL NOT BE RESPONSIBLE IN ANY WAY FOR THE INTEGRITY OF THE CONTENTS OF AN ELECTRONIC PROSPECTUS WHICH HAS BEEN DOWNLOADED OR OTHERWISE OBTAINED FROM THE WEB SERVER OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION AND THEREAFTER COMMUNICATED OR DISSEMINATED IN ANY MANNER TO APPLICANTS OR OTHER PARTIES.
- (II) WHILE ALL REASONABLE MEASURES HAVE BEEN TAKEN TO ENSURE THE ACCURACY AND RELIABILITY OF THE INFORMATION PROVIDED IN AN ELECTRONIC PROSPECTUS, THE ACCURACY AND RELIABILITY OF AN ELECTRONIC PROSPECTUS CANNOT BE GUARANTEED AS THE INTERNET IS NOT A FULLY SECURE MEDIUM.

THE INTERNET PARTICIPATING FINANCIAL INSTITUTION SHALL NOT BE SUBJECT TO ANY LIABILITY WHATSOEVER (WHETHER IN TORT OR CONTRACT OR OTHERWISE) FOR ANY LOSS, DAMAGE OR COSTS WHATSOEVER SUFFERED OR INCURRED BY AN APPLICANT OR ANY OTHER PERSON DUE TO, AS A CONSEQUENCE OF OR IN CONNECTION WITH ANY INACCURACIES, CHANGES, ALTERATIONS, DELETIONS OR OMISSIONS IN RESPECT OF THE INFORMATION PROVIDED IN AN ELECTRONIC PROSPECTUS WHICH MAY ARISE IN CONNECTION WITH OR AS A RESULT OF ANY FAULT OR FAULTS WITH WEB BROWSERS OR OTHER RELEVANT SOFTWARE, ANY FAULT OR FAULTS ON AN APPLICANT'S OR ANY THIRD PARTY'S PERSONAL COMPUTER, OPERATING SYSTEM OR OTHER SOFTWARE, VIRUSES OR OTHER SECURITY THREATS, UNAUTHORISED ACCESS TO INFORMATION OR SYSTEMS IN RELATION TO THE WEBSITE OF THE INTERNET PARTICIPATING FINANCIAL INSTITUTION, AND/OR PROBLEMS OCCURRING DURING DATA TRANSMISSION WHICH MAY RESULT IN INACCURATE OR INCOMPLETE COPIES OF INFORMATION BEING DOWNLOADED OR DISPLAYED ON AN APPLICANT'S PERSONAL COMPUTER.

THE DISTRIBUTION OF THIS PROSPECTUS AND THE PUBLIC ISSUE ARE SUBJECT TO MALAYSIAN LAWS. SANICHI AND ITS ADVISERS TAKE NO RESPONSIBILITY FOR THE DISTRIBUTION OF THIS PROSPECTUS (IN PRELIMINARY OR FINAL FORM) OUTSIDE MALAYSIA. SANICHI AND ITS ADVISERS HAVE NOT TAKEN ANY ACTION TO PERMIT A PUBLIC ISSUE OF SANICHI SHARES OR THE DISTRIBUTION OF THIS PROSPECTUS OUTSIDE MALAYSIA. ACCORDINGLY, THIS PROSPECTUS MAY NOT BE USED FOR ANY OFFER TO SELL OR INVITATION TO BUY SANICHI SHARES IN ANY JURISDICTION OR IN ANY CIRCUMSTANCE IN WHICH SUCH AN OFFER OR INVITATION IS NOT AUTHORISED OR UNLAWFUL. THIS PROSPECTUS SHALL ALSO NOT BE USED TO MAKE AN OFFER OR INVITATION OF SANICHI SHARES TO ANY PERSON TO WHOM IT IS UNLAWFUL TO DO SO. SANICHI AND ITS ADVISERS ADVISE INVESTORS TO BE INFORMED OF AND TO OBSERVE SUCH RESTRICTIONS.

THIS PROSPECTUS IS PREPARED AND PUBLISHED SOLELY IN CONNECTION WITH THE PUBLIC ISSUE IN MALAYSIA. THE PUBLIC ISSUE SHARES (AS DEFINED HEREIN) ARE OFFERED SOLELY BASED ON THE CONTENTS OF THIS PROSPECTUS. SANICHI AND ITS ADVISERS HAVE NOT AUTHORISED ANYONE TO PROVIDE INFORMATION WHICH IS NOT CONTAINED IN THIS PROSPECTUS.

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**INDICATIVE TIMETABLE**

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The following events are intended to take place on the following indicative dates:

<b>Event</b>	<b>Tentative Time and Date</b>
Opening of applications	10.00 a.m. on 15 August 2006
Closing of applications	5.00 p.m. on 22 August 2006
Balloting of applications	24 August 2006
Despatch of notices of allotment to successful applicants	6 September 2006
Listing	7 September 2006

The Directors and the Underwriter may mutually decide, at their absolute discretion, to extend the date for the closing of applications to any later date or dates. If the date of the closing of applications is extended, the dates of subsequent events would be extended accordingly. Any extension of the closing of applications will be advertised in a widely circulated English newspaper and Bahasa Malaysia newspaper not less than one (1) Market Day before the original date of the closing of applications.

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**DEFINITIONS**


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Unless otherwise indicated, the following definitions shall apply throughout this Prospectus:

Acquisitions	:	The SPMSB Acquisition and the APSB Acquisition, collectively
Act	:	The Companies Act, 1965
ADA	:	Authorised Depository Agent
ADA Code	:	ADA (Broker) Code
Alliance	:	Alliance Investment Bank Berhad (21605-D) <i>formerly known as Alliance Merchant Bank Berhad</i>
Application Form(s)	:	The application form(s) accompanying this Prospectus
APSB	:	Asia Pinnacle Sdn Bhd (658396-A)
APSB Acquisition	:	The acquisition by Sanichi of the entire equity interest in APSB comprising two (2) APSB Shares for a purchase consideration of RM2.00 fully satisfied by cash, which was completed on 20 June 2006
APSB Share(s)	:	Ordinary share(s) of RM1.00 each in APSB
ASEAN	:	Association of South-East Asian Nations
ATM(s)	:	Automated teller machine(s)
Authorised Financial Institution(s)	:	The authorised financial institutions, namely CIMB Securities Sdn Bhd, Malayan Banking Berhad and RHB Bank Berhad, participating in the Internet Share Application with respect to payments for the Public Issue Shares
Board	:	The Board of Directors of Sanichi
Bursa Depository	:	Bursa Malaysia Depository Sdn Bhd (165570-W)
CAGR	:	Compound annual growth rate
CCM	:	Companies Commission of Malaysia
CDS	:	Central Depository System
CDS Account	:	An account established by Bursa Depository for a depositor for the recording of securities and for dealing in such securities by the depositor
Central Depositories Act	:	The Securities Industry (Central Depositories) Act, 1991
Directors	:	The Directors of Sanichi
EBITDA	:	Earnings before interest, taxation, depreciation and amortisation
EGM	:	Extraordinary general meeting
Electronic Prospectus	:	A copy of this Prospectus that is issued, circulated or disseminated via the Internet, and/or an electronic storage medium, including but not limited to CD-ROMs or floppy disks
Electronic Share Application(s)	:	The application for Public Issue Shares through a Participating Financial Institution's ATM

**DEFINITIONS (Cont'd)**

EPS	:	Earnings per share
FIC	:	Foreign Investment Committee
FIC Guideline	:	Guideline on Acquisition of Interests, Mergers and Take-overs by Local and Foreign Interests issued by the FIC
Frost & Sullivan	:	Frost & Sullivan Malaysia Sdn Bhd (522293-W)
Frost & Sullivan Report	:	Independent Market Research Report on the Strategic Analysis of the Advanced Plastic Injection Mould Fabrication Market in Malaysia dated July 2006 prepared by Frost & Sullivan
FRS	:	Financial Reporting Standard
FYE	:	Financial year(s) ended/ending
GDP	:	Gross domestic product
Internet Participating Financial Institution(s)	:	Financial institution(s) participating in the Internet Share Application
Internet Share Application(s)	:	The application(s) for the Public Issue Shares through an online share application service provided by the Internet Participating Financial Institutions
Issue Price	:	RM0.52 for each Public Issue Share
Issuing House or MIDFCCS	:	MIDF Consultancy and Corporate Services Sendirian Berhad (11324-H)
Latest Practicable Date	:	30 June 2006, being the latest practicable date prior to the registration of this Prospectus
LBT	:	Loss before tax
Listing	:	Admission to the Official List of the Securities Exchange and the listing of and quotation for the entire enlarged issued and paid-up capital of Sanichi of RM11,350,000 comprising 113,500,000 Sanichi Shares on the MESDAQ Market
Listing Exercise	:	The Share Split, Acquisitions and Public Issue, collectively
LPS	:	Loss per share
Market Day	:	Any day of which the Securities Exchange is open for trading of securities
MESDAQ Market	:	The MESDAQ Market of the Securities Exchange
MI	:	Minority interest
MIDA	:	Malaysian Industrial Development Authority
MITI	:	Ministry of International Trade and Industry
MMLR	:	The Listing Requirements of the Securities Exchange for the MESDAQ Market as amended from time to time
MNC(s)	:	Multinational corporation(s)
NBV	:	Net book value



**DEFINITIONS (Cont'd)**

NDP	:	National Development Policy
NTA	:	Net tangible assets
Participating Financial Institution(s)	:	Financial institution(s) participating in the Electronic Share Application
PAT	:	Profit after tax
PATMI	:	Profit after taxation and minority interests
PBT	:	Profit before tax
PE	:	Price-to-earnings
Pink Form Share(s)	:	The 2,499,980 new Sanichi Shares representing approximately 2.20% of the enlarged issued and paid-up share capital of Sanichi reserved for application by eligible Directors, employees and business associates of the Sanichi Group
Promoters	:	Dato' Dr Pang Chow Huat, Datin Chen Choon Lec and Gwee Kok Ling, collectively
Public Issue	:	Public issue of 30,499,980 new Sanichi Shares, representing approximately 26.87% of the enlarged issued and paid-up share capital of Sanichi, at the Issue Price payable in full upon application
Public Issue Share(s)	:	The 30,499,980 new Sanichi Shares to be issued pursuant to the Public Issue, subject to the terms and conditions of this Prospectus
R&D	:	Research and development
Relevant Financial Period	:	<u>Company</u> <u>Relevant Financial Period</u>
		Sanichi    Financial period from 5 August 2004 (date of incorporation) to 30 June 2005 and eight (8)-month period ended 28 February 2006.
		SPMSB    FYE 30 June 2003 to 2005 and eight (8)-month period ended 28 February 2006.
		APSB    Financial period from 5 July 2004 (date of incorporation) to 30 June 2005 and eight (8)-month period ended 28 February 2006.
RM and sen	:	Ringgit Malaysia and sen, respectively
Sanichi or the Company	:	Sanichi Technology Berhad (661826-K)
Sanichi Group or the Group	:	Sanichi and its subsidiary companies, collectively
Sanichi Share(s)	:	Ordinary share(s) of RM0.10 each in Sanichi
SC	:	Securities Commission
SCA	:	Securities Commission Act, 1993
SC Guidelines	:	Policies and Guidelines on Issue/Offer of Securities of the SC
Securities Exchange or Bursa Securities	:	Bursa Malaysia Securities Berhad (635998-W)

**DEFINITIONS (Cont'd)**

SGD	:	Singapore Dollar
Share Split	:	Subdivision of every one (1) ordinary share of RM1.00 in Sanichi into ten (10) ordinary shares of RM0.10 each, which was completed on 20 June 2006
SMIDEC	:	Small Medium Industry Development Corporation
SPMSB	:	Sanichi Precision Mould Sdn Bhd (506330-A)
SPMSB Acquisition	:	The acquisition by Sanichi of the entire equity interest in SPMSB comprising 350,000 SPMSB Shares for a purchase consideration of RM8,300,000 fully satisfied by the issuance of 83,000,000 new Sanichi Shares at an issue price of RM0.10 per share, which was completed on 20 June 2006
SPMSB Share(s)	:	Ordinary share(s) of RM1.00 each in SPMSB
sq. ft.	:	Square feet
Stalied Resources	:	Stalied Resources Sdn Bhd (650405-W)
US	:	United States of America
USD	:	US Dollar
Vendors of APSB	:	Su Ming South and Ng Kim Fatt, collectively
Vendors of SPMSB	:	Dato' Dr Pang Chow Huat, Datin Chen Choon Lee, Gwee Kok Ling and Stalied Resources, collectively

All references to "Company" and "Sanichi" in this Prospectus are to Sanichi Technology Berhad (661826-K), references to "Group" are to the Company and its subsidiary companies, collectively and references to "we", "us", "our" and "ourselves" are to the Company, and where the context requires, the Company and its subsidiary companies, collectively. Unless the context otherwise requires, references to "Management" are to the Directors and key management personnel of the Group as at the date of this Prospectus, and statements as to Company's beliefs, expectations, estimates and opinions are those of the Management.

Words denoting the singular only shall include the plural and vice versa and words denoting the masculine gender shall, where applicable, include the feminine gender and vice versa. Reference to persons shall include companies and corporations.

All references to dates and times are reference to date and times in Malaysia.

Any reference in this Prospectus to any enactment is a reference to that enactment as for the time being amended or re-enacted.

This Prospectus includes statistical data provided by the Company, the Independent Market Researcher and various third parties and cites third party projections regarding growth and performance of the industry in which the Group operates. This data is taken or derived from information published by industry sources and from our internal data. In particular, certain information in this Prospectus is extracted or derived from report(s) prepared by the Independent Market Researcher and various third parties.

The information on the Company's website, or any website directly or indirectly linked to the Company's website does not form part of this Prospectus and you should not rely on it.

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## TECHNICAL TERMS

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The abbreviations of the technical terms used in this Prospectus are as follows:

APIM(s)	:	Advanced plastic injection mould(s)
CAD	:	Computer Aided Design
CAM	:	Computer Aided Manufacturing
CMM	:	Coordinate Measuring Machine
CNC	:	Coordinated Numerical Control
CPIM(s)	:	Conventional plastic injection mould(s)
EDM	:	Electrical Discharge Machining
GIM	:	Gas Injection Mould
HDT	:	Heat Dispersion Technology and System
ISO	:	International Organisation for Standardisation
MGM	:	Motorised Gear Mould
MHT	:	Multi-Polymer Handling Technology
MIM	:	Magnesium Injection Mould
MPM	:	Multi-Polymer Mould
MSM	:	Multi-Stacking Mould
NC	:	Numerical Control
OEM(s)	:	Original equipment manufacturer(s)
RCM	:	Rapid Cooling Mould
RMT	:	Release Mechanism and Technology
UG	:	Unigraphic
WGM	:	Worm Gear (Motorised) Mould, which is a type of MGM

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