NOTICE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS

Terms defined in the Abridged Prospectus dated 18 May 2016 ("Abridged Prospectus") shall have the same meanings when used in this Notice of Provisional Allotment. The provisional allotment of Rights Shares (as defined herein) with Warrants (as defined herein) is a prescribed security pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 and therefore, the Securities Industry (Central Depositories) Act, 1991, the Securities Industry (Central Depositories) Amendment Act, 1998 and the Rules of Bursa Malaysia Depository Sdn Bhd ("Bursa Depository") shall apply in respect of dealings in the provisional allotment of Rights Shares and Warrants.



NETX HOLDINGS BERHAD

(Company No. 533441-W)

(Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE RIGHTS ISSUE OF UP TO 625,553,033 NEW ORDINARY SHARES OF RM0.05 EACH IN NETX HOLDINGS BERHAD ("NETX" OR THE "COMPANY") ("NETX SHARES") ("RIGHTS SHARES") ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY ONE (1) EXISTING NETX SHARE HELD AS AT 5.00 P.M. ON 18 MAY 2016 ("ENTITLEMENT DATE") AT AN ISSUE PRICE OF RM0.05 PER RIGHTS SHARE, TOGETHER WITH UP TO 625,553,033 FREE DETACHABLE WARRANTS ("WARRANTS") ON THE BASIS OF ONE (1) WARRANT FOR EVERY ONE (1) RIGHTS SHARE SUBSCRIBED FOR ("RIGHTS ISSUE OF SHARES WITH WARRANTS")

Adviser



TA SECURITIES HOLDINGS BERHAD (14948-M) (A Participating Organisation of Bursa Malaysia Securities Berhad)

To: Shareholders of NetX

Dear Sir/ Madam.

The Board of Directors of NetX ("Board") has provisionally allotted to you, in accordance with the approvals of Bursa Malaysia Securities Berhad ("Bursa Securities") dated 28 August 2015 and 17 December 2015 and the Ordinary Resolution passed by shareholders of the Company at the Extraordinary General Meeting convened on 21 January 2016, the number of Rights Shares with Warrants as indicated below ("Provisional Allottment").

We wish to advise that the following Rights Shares with Warrants provisionally allotted to you in respect of the Rights Issue of Shares with Warrants have been confirmed by Bursa Depository and upon acceptance will be credited into your Central Depository System ("CDS") account(s) subject to the terms and conditions stated in the Abridged Prospectus and the Rights Subscription Form issued by the Company.

The Provisional Allotment is made subject to the provisions in the Abridged Prospectus issued by the Company. Bursa Securities has already prescribed the securities of NetX listed on the ACE Market of Bursa Securities to be deposited with Bursa Depository. Accordingly, the provisional allotment of Rights Shares with Warrants arising from the Rights Issue of Shares with Warrants are prescribed securities and, as such, all dealings in the Provisional Allotment will be by way of book entry through CDS accounts and will be governed by the Securities Industry (Central Depositories) Amendment Act, 1998 and the Rules of Bursa Depository.

ALL RIGHTS SHARES WITH WARRANTS TO BE ISSUED PURSUANT TO THE RIGHTS ISSUE OF SHARES WITH WARRANTS WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHTS SHARES WITH WARRANTS INTO THE CDS ACCOUNTS OF THE ENTITLED SHAREHOLDERS AND/OR THEIR RENOUNCEE(S)/TRANSFEREE(S) (IF APPLICABLE). NO PHYSICAL SHARE CERTIFICATES OR WARRANT CERTIFICATES WILL BE ISSUED.

It is the intention of the Board to allot the excess Rights Shares with Warrants, if any, on a fair and equitable basis and in the following priority:

(i) firstly, to minimise the incidence of odd lots;

Law Mee Poo (MAICSA 7033423)

Company Secretaries

 secondly, on a pro-rata basis and in board lots, to our Entitled Shareholders who have applied for the excess Rights Shares with Warrants, based on their respective shareholdings in our Company as at the Entitlement Date;

(iii) thirdly, on a pro-rata basis and in board lots, to our Entitled Shareholders who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application; and (iv) fourthly, on a pro-rata basis and in board lots, to our transferees and/or renouncees who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application.

Nevertheless, the Board reserves the right to allot any excess Right Shares with Warrants applied for under Part I(B) of the Rights Subscription Form in such manner as it deems fit and expedient and in the best interest of the Company subject always to such allocation being made on a fair and equitable basis and that the intention of the Board as set out in (i) to (iv) above are achieved. The Board also reserves the right to accept any excess Rights Shares with Warrants application, in full or in part, without assigning any reason.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER

NUMBER OF NETX SHARES HELD AS AT 5.00 P.M. ON 18 MAY 2016	D AS AT 5.00 P.M. ON NUMBER OF RIGHTS SHARES THE RIGHTS SHARES PROVISIONALLY						
Last date and time for sale of provisional allotme	nt of rights		Wednesday, 25 May 2016 at 5.00 p.m.				
		not less than two (2) market days before the stipula					

Share Registral Share Works Sdn Bhd 2-1, Jalan Sri Hartamas 8 Sri Hartamas, 50480 Kuala Lumpur Tel. no. : 03-6201 3121 Fax. no. : 03-6201 3121

RIGHTS SUBSCRIPTION FORM

TERMS DEFINED IN THE ABRIDGED PROSPECTUS DATED 18 MAY 2016 ("ABRIDGED PROSPECTUS") SHALL HAVE THE SAME MEANINGS WHEN USED IN THIS RIGHTS SUBSCRIPTION FORM ("RSF") AND THE NOTES AND INSTRUCTIONS FOR COMPLETING THIS RSF. THIS RSF IS ISSUED FOR THE PURPOSE OF ACCEPTING THE RIGHTS SHARES (AS DEFINED HEREIN) WITH WARRANTS (AS DEFINED HEREIN) AND APPLYING FOR EXCESS RIGHTS SHARES WITH WARRANTS PURSUANT TO THE RIGHTS ISSUE OF SHARES WITH WARRANTS (AS DEFINED HEREIN) HEREIN) OF NETX HOLDINGS BERHAD ("NETX" OR "COMPANY"). THE LAST TIME AND DATE FOR ACCEPTANCE AND PAYMENT IS 5.00 P.M. ON 2 JUNE 2016 OR SUCH LATER TIME AND DATE AS MAY BE DETERMINED AND ANNOUNCED BY THE BOARD OF DIRECTORS OF NETX. THIS RSF IS ONLY APPLICABLE TO PERSONS WHO HAVE PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS STANDING TO THE CREDIT OF HIS / HER CENTRAL DEPOSITORY SYSTEM ("CDS") ACCOUNT.



(Company No. 533441-W) (Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE RIGHTS ISSUE OF UP TO 625,553,033 NEW ORDINARY SHARES OF RM0.05 EACH IN NETX ("NETX SHARES") ("RIGHTS SHARES") ON THE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY ONE (1) EXISTING NETX SHARE HELD AS AT 5.00 P.M. ON 18 MAY 2016 ("ENTITLEMENT DATE") AT AN ISSUE PRICE OF RM0.05 PER RIGHTS SHARE, TOGETHER WITH UP TO 625,553,033 FREE DETACHABLE WARRANTS ("WARRANTS") ON THE BASIS OF ONE (1) WARRANT FOR EVERY ONE (1) RIGHTS SHARE SUBSCRIBED FOR ("RIGHTS ISSUE OF SHARES WITH WARRANTS")

To: The Board of Directors of NetX ("Board")

PART I - ACCEPTANCE OF PROVISIONAL RIGHTS SHARES WITH WARRANTS AND APPLICATION FOR EXCESS RIGHTS SHARES WITH WARRANTS

In accordance with the terms of this RSF and the Abridged Prospectus, I / we* hereby irrevocably:

accept the number of Rights Shares with Warrants as stated below, which were provisionally allotted / transferred / renounced to me / us*; *apply for the number of excess Rights Shares with Warrants as stated below in addition to the above; (i)

(ii)

in accordance with and subject to the Memorandum and Articles of Association of the Company.

I / We* enclose herewith the appropriate remittance(s) for the payment stated below, in favour of the respective account stated below and crossed "A/C PAYEE ONLY", being the full amount payable for the said number of Rights Shares with Warrants accepted / applied for, and hereby request for the said Rights Shares with Warrants to be credited into my / our* valid and subsisting CDS account as stated below:

WARRANTS ACCEPTED / EXCESS RIGHTS SHARES WITH WARRANTS APPLIED				AMOUNT PAYABLE BASED ON RM0.05 PER RIGHTS SHARE (RM)						DRAFT / RDER /				PAYABLE TO	
(A) ACCEPTANCE															NETX RIGHTS SHARES ACCOUNT
(B) EXCESS															NETX EXCESS RIGHTS SHARES ACCOUNT
Note: If you have sub have standing						es with V	Warrants	from the op	en mark	et, you	should	indicat	te your	accepta	nce of the total Rights Shares with Warrants that you
CDS ACCOUNT NO.:		-	-		-										
/ We* hereby authorise partial successful by OF						ey or th	e balance	e thereof sh	nould my	/ our* a	pplicat	ion for	excess	s Rights	Shares with Warrants be not successful at all or only
ART II - DECLARATIO	ON														
NRIC NO./															
PASSPORT NO. (STATE C COMPANY NO.	OUNTRY)														
differs from Bursa iii) I / We* consent to purposes of imple * I am 18 yea * I am / We a * I am / We a	ovided by me / identical with the Depository's more NetX and the menting the Ri rs of age or ov re* resident(s) re* resident(s)	us* is true he informat ecord as m share Reg ights Share er. of Malaysia of	tion in the lientioned gistrar of l is and stor a.	records of th earlier, the ex NetX collectin ring such Data (country) and	ercise o g the in a in any having	of my / c iformati servers	our* rights on and p s located	may be re ersonal dat in Malaysia citizensl	ijected; ta (collec a or outsi hip.	tively " de Mal	Data") aysia in	require accord	ed here dance	in, to prowith the	e and confirm that in the event the said information pocess and disclose such Data to any person for the relevant laws and regulations; and
/We* hereby accept al	I the terms and	d conditions	s set out ir	n this RSF and	d the Ab	ridged	Prospect	us and furt	her confi	rm com	pliance	with a	all the r	equireme	ents for acceptance and payment as set out therein
	Signature/Aut	thorised Si	anatory/ie	s)					AFFI) IALAYS REVEN STAM RM10. HERE	SIAN UE P 00					Date
(Corp	orate Body m													0	Contact telephone number during office hours

LAS	F DATE AND TIME FOR:-	
Acce	ptance and payment	2 June 2016 at 5.00 p.m.^
Exce	ss application and payment	2 June 2016 at 5.00 p.m.^
^	Or such later date and time as the Board may decide and announce not less than two (2) market days before the stipulated da	ate and time.

Please delete whichever is not applicable

NOTES AND INSTRUCTIONS FOR COMPLETION OF THIS RSF

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT. IN ACCORDANCE WITH THE REQUIREMENTS OF THE CAPITAL MARKETS AND SERVICES ACT 2007, THIS RSF MUST NOT BE CIRCULATED UNLESS ACCOMPANIED BY THE ABRIDGED PROSPECTUS DATED 18 MAY 2016 ("ABRIDGED PROSPECTUS").

IF YOU ARE IN ANY DOUBT AS TO THE ACTION YOU SHOULD TAKE, YOU SHOULD CONSULT YOUR STOCKBROKER, BANK MANAGER, SOLICITOR, ACCOUNTANT OR OTHER PROFESSIONAL ADVISERS IMMEDIATELY, ALL ENQUIRIES CONCERNING THE RIGHTS ISSUE OF SHARES WITH WARRANTS SHOULD BE ADDRESSED TO THE SHARE REGISTRAR OF THE COMPANY, SHAREWORKS SDN BHD AT 2-1, JALAN SRI HARTAMAS 8, SRI HARTAMAS, 50480 KUALA LUMPUR. INVESTORS SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS TO WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF.

This RSF, together with the Abridged Prospectus and Notice of Provisional Allotment ("NPA") for the Rights Issue of Shares with Warrants, is not intended to be issued, circulated or distributed in countries or jurisdictions other than Malaysia and no action has been or will be taken to ensure that the Rights Issue of Shares with Warrants complies with the laws of any countries or jurisdictions other than the laws of Malaysia. Entitled Shareholders and/or their renouncees/transferees (if applicable) who are residents in countries or jurisdictions other than Malaysia should therefore immediately consult their advisers as to whether the acceptance or renunciation (as the case may be) of their entitlements to the Rights Issue of Shares with Warrants would result in the contravention of any laws of such countries or jurisdictions. NetX Holdings Berhad ("NetX" or "Company"), TA Securities Holdings Berhad and other professional advisers shall not accept any responsibility or liability or liability in the event that any acceptance or renunciation made by Entitled Shareholders and/or their renouncees/transferees (if applicable) is or shall become illegal, unenforceable, voidable or void in such countries or jurisdictions in which the Entitled Shareholders and/or renouncees/transferees (if applicable) are residents.

A copy of the Abridged Prospectus has been registered with the Securities Commission Malaysia ("SC"). A copy of the same, together with the NPA and RSF, have also been lodged with the Registrar of Companies, who takes no responsibility for the contents of these documents.

The shareholders of NetX have approved the Rights Issue of Shares with Warrants at the Extraordinary General Meeting held on 21 January 2016. Approval has also been obtained from Bursa Malaysia Securities Berhad ("Bursa Securities") vide its letters dated 28 August 2015 and 17 December 2015 for the admission of the Warrants to the Official List of the ACE Market of Bursa Securities and the listing of and quotation for the Rights Shares, Warrants and the new NetX Shares to be issued upon the exercise of the Warrants on the ACE Market of Bursa Securities. The official listing of and quotation for Rights Shares with Warrants will commence after, among others, receipt of confirmation from Bursa Malaysia Depository Soft Bd ("Bursa Depository") that all the Central Depository System ("CDS") accounts of Entitled Shareholders and/or their renouncees/transferees (if applicable) have been duly credited and notices of allotment have been despatched to the successful applicants.

Neither Bursa Securities nor the SC takes any responsibility for the correctness or accuracy of any statements made or opinions expressed herein. Admission to the Official List and quotation of the said securities on the Bursa Securities are in no way reflective of the merits of the Rights Issue of Shares with Warrants.

This RSF, together with the Abridged Prospectus and NPA, have been seen and approved by our Board of Directors ("Board") and they collectively and individually accept full responsibility for the accuracy of the information given and confirm that, after having made all reasonable enquiries, and 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 these documents false or misleading.

The provisionally allotted Rights Shares with Warrants are prescribed securities pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 and therefore, the Securities Industry (Central Depositories) Act, 1991, Securities Industry (Central Depositories) (Amendment) Act, 1998 and the Rules of the Bursa Depository shall apply in respect of dealings of the provisionally allotted Rights Shares with Warrants.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia (or "RM" in abbreviation) and sen. Terms defined in the Abridged Prospectus shall have the same meanings when used in this documents, unless they are otherwise defined here or other context otherwise requires.

INSTRUCTIONS:

(i) LAST DATE AND TIME FOR ACCEPTANCE AND PAYMENT

This RSF is valid for acceptance until 5.00 p.m. on 2 June 2016, or such extended date and time as our Board may decide at their absolute discretion. Where the closing date for acceptance is extended from the original closing date, the announcement of such extension will be made not less than two (2) market days before the original closing date

FULL ACCEPTANCE OF THE RIGHTS SHARES WITH WARRANTS

If you wish to accept the Rights Shares with Warrants provisionally allotted to you, please complete Part I(A) and Part II of this RSF and return this RSF, together with the appropriate remittance made in RM for the full amount payable for the Rights Shares with Warrants accepted in the form of Banker's Draft(s)/Cashier's Order(s)/Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and must be made out in favour of "NETX RIGHTS SHARES ACCOUNT" and crossed "A/C PAYEE ONLY" and endorsed on the reverse side with your name in block letters, contact number and CDS account number, to be received by the Share Registrar as detailed below, before 5.00 p.m. on 2 June 2016 (or such extended date and time as our Board may decide at their absolute discretion). Cheques or any other mode of payments are not acceptable.

ShareWorks Sdn Bhd 2-1. Jalan Sri Hartamas 8 Sri Hartamas

50480 Kuala Lumpur Tel. no: 603-6201 1120

Fax no: 603-6201 3121

If acceptance and payment for the Rights Shares with Warrants provisionally allotted to you is not received by the Share Registrar by 5.00 p.m. on 2 June 2016, being the last time and date for acceptance and payment (or such extended time and date as may be determined and announced by our Board), such provisional allotment of rights will be deemed to have been declined and will be cancelled. Our Board will then have the right to allot such Rights Shares with Warrants not taken up, first, to applicants applying for excess Rights Shares with Warrants in the manner set out in note (iv) below

The remittance must be made for the exact amount payable for the Rights Shares with Warrants accepted (ROUNDED UP TO THE NEAREST SEN). No acknowledgment will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in the Record of Depositors provided by Bursa Depository within eight (8) market days from the last date for acceptance and payment for the Rights Shares with Warrants.

PART ACCEPTANCE OF THE RIGHTS SHARES WITH WARRANTS

If you wish to accept part of your provisional allotment of the Rights Shares with Warrants, please complete Part I(A) of this RSF by specifying the number of Rights Shares with Warrants which you are accepting and Part II of this RSF and deliver the completed RSF together with the relevant payment to the Share Registrar by 5.00 p.m. on 2 June 2016, being the last time and date for acceptance and payment (or such extended time and date as may be determined and announced by our Board).

APPLICATION FOR EXCESS RIGHTS SHARES WITH WARRANTS

If you and/or your renouncee(s)/transferee(s) (if applicable) wish to apply for excess Rights Shares with Warrants in addition to those provisionally allotted to you and/or your renouncee(s)/transferee(s) (if applicable), please complete Part I(B) of this RSF (in addition to Parts I(A) and II) and forward it together with a separate remittance for the full amount payable in respect of the excess Rights Shares with Warrants applied for to the Share Registrar.

Payment for the excess Rights Shares with Warrants applied for should be made in the same manner described in note (ii) above, with remittance in the form of Banker's Draft(s) or Cashier's Order(s) or Money Order(s) or Postal Order(s) drawn on a bank or post office in Malaysia and made payable to "NETX EXCESS RIGHTS SHARES ACCOUNT" and crossed "A/C PAYEE ONLY" and endorsed on the reverse side with your name in block letters, contact number and CDS account number to be received by the Share Registrar not later than 5.00 p.m. on 2 June 2016, being the last time and date for the excess Rights Shares with Warrants acceptance and payment (or such extended time and date as may be determined and announced by our Board). No acknowledgement will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in the Record of Depositors provided by Bursa Depository within eight (8) market days from the last date for acceptance and payment for the excess Rights Shares with Warrants.

In respect of unsuccessful or partially successful excess Rights Shares with Warrants applications, the full amount or the surplus application monies (as the case may be) will be refunded without interest within fifteen (15) market days from the last date for application and payment for the excess Rights Shares with Warrants by ordinary post to the address shown in the Record of Depositors provided by Bursa Depository at the applicant's own risk. It is the intention of our Board to allot the excess Rights Shares with Warrants applied, if any, on a fair and equitable basis and in the following priority:

- firstly, to minimise the incidence of odd lots: (a)
- secondly, on a pro-rata basis and in board lots, to our Entitled Shareholders who have applied for the excess Rights Shares with Warrants, based on their respective shareholdings in our Company as at the Entitlement Date; (b)
- thirdly, on a pro-rata basis and in board lots, to our Entitled Shareholders who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess application; (c)
- and fourthly, on a pro-rata basis and in board lots, to our transferees and/or renouncees who have applied for excess Rights Shares with Warrants, based on the quantum of their respective excess (d)

SALE/TRANSFER OF THE PROVISIONAL ALLOTMENT OF RIGHTS SHARES WITH WARRANTS (v)

If you wish to sell/ transfer all or part of your provisional allotment of the Rights Shares with Warrants to your renouncee(s)/transferee(s) (if applicable), you may do so immediately through your stockbroker without first having to request the Company for a splitting of the provisional allotment of the Rights Shares with Warrants standing to the credit of your CDS accounts. To sell/transfer all or part of your provisional allotment of the Rights Shares with Warrants, you may sell such provisional allotment of the Rights Shares with Warrants on the open market of Bursa Securities or transfer such provisional allotment to such persons as may be allowed pursuant to the Ruges of Bursa Depository.

In selling/transferring all or part of your provisional allotment of the Rights Shares with Warrants, you and/ or your renouncee(s)/transferee(s) (if applicable) need not deliver any document, including this RSF, to the stockbroker. However, you and/or your renouncee(s)/transferee(s) (if applicable) must ensure that you have sufficient provisional allotment of the Rights Shares with Warrants standing to the credit of your CDS account before trading.

The purchaser(s)/renouncee(s)/transferee(s) can collect a copy of this RSF for the acceptance of his/her/their rights from his/her/their stockbroker, the Registered Office of the Company, the Share Registrar's office or Bursa Securities' website at http://www.bursamalaysia.com.

If you have sold only part of the provisional allotment of the Rights Shares with Warrants, you may still accept the balance of your provisional allotment of the Rights Shares with Warrants by completing Parts I(A) and II of this RSF.

GENERAL INSTRUCTIONS (vi)

- All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seals. Rights Shares with Warrants subscribed by the shareholders and/or their renouncee(s)/transferee(s) will be credited into their respective CDS accounts as shown in Bursa Depository's Record íhí
- of Depositors Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of the Company and the Company shall not be under any obligation (c)
- Any literest or other benefit account on a many non-or momentary process many process to account for such interest or other benefit to you. The contract arising from the acceptance of the provisional allotment of the Rights Shares with Warrants by you shall be governed by and construed in accordance with the laws of Malaysia, and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the (d)
- Contract. Our Company reserves the right to accept or reject any acceptance and/or application if the instructions hereinabove stated are not strictly adhered to. Malaysian Revenue Stamp (NOT POSTAGE STAMP) of Ringgit Malaysia Ten (RM10.00) must be affixed on the RSF. (e) (f)