



MEXTER

MEXTER TECHNOLOGY BERHAD

(Company No: 647673 - A)

(Incorporated in Malaysia)

UNAUDITED INTERIM FINANCIAL REPORT

FOR THE PERIOD ENDED

30 JUNE 2011

MEXTER TECHNOLOGY BERHAD

(Company No 647673-A)
(Incorporated in Malaysia)

INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011

The Board of Directors of Mexter Technology Berhad (“Mexter” or “Company”) wishes to announce the following unaudited Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the Audited Financial Statements of Mexter for the financial year ended 31 December 2010 and the accompanying explanatory notes attached to the interim financial statements.

UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FIRST QUARTER ENDED 30 JUNE 2011

	Note	INDIVIDUAL QUARTER		CUMULATIVE QUARTERS	
		CURRENT YEAR QUARTER 30 /06/2011 RM'000	PRECEDING YEAR CORRESPONDING QUARTER 30/06/2010 RM'000	CURRENT YEAR TO DATE 30 /06/2011 RM'000	PRECEDING YEAR CORRESPONDING PERIOD 30/06/2010 RM'000
Revenue	A9	15,774	12,598	30,008	24,523
Cost of sales		(12,959)	(9,967)	(24,565)	(19,039)
Gross profit		2,815	2,631	5,443	5,484
Operating expenses		(2,334)	(1,786)	(4,493)	(3,908)
Other operating income		151	28	316	48
Profit from operations		632	873	1,266	1,624
Finance costs		(27)	(25)	(55)	(71)
Share of profit/(loss) of associated companies		(6)	(40)	(22)	23
Profit before tax		599	808	1,189	1,576
Taxation	B5	2	-	2	-
Profit for the period		601	808	1,191	1,576
Other comprehensive income					
Foreign currency translation		-	10	(3)	(7)
Total other comprehensive income for the period, net of tax		-	10	(3)	(7)
Total comprehensive income for the period		601	818	1,188	1,569
Profit attributable to:					
Equity holders of the Company		447	676	839	1,317
Minority interest		154	132	352	259
		601	808	1,191	1,576
Total Comprehensive income attributable to:					
Equity holders of the Company		447	686	836	1,310
Minority interest		154	132	352	259
		601	818	1,188	1,569
Earnings per share:					
Basic earnings per share (sen)		0.5	0.8	0.9	1.5
Diluted earnings per share (sen)		0.5	0.8	0.9	1.5

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011**UNAUDITED CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2011**

		(UNAUDITED) AS AT 30/06/2011 RM'000	(AUDITED) AS AT 31/12/2010 RM'000
ASSETS			
Non-current assets			
Property, plant and equipment		4,421	4,584
Investments in an associate		-	28
Intangible assets		287	219
		<u>4,708</u>	<u>4,831</u>
Current assets			
Other investments		6,742	5,167
Trade and other receivables		7,302	8,525
Inventories		171	301
Tax recoverable		28	41
Cash and bank balances		5,013	2,583
		<u>19,256</u>	<u>16,617</u>
TOTAL ASSETS		<u>23,964</u>	<u>21,448</u>
EQUITY AND LIABILITIES			
Equity attributable to equity holders of the Company			
Share capital		8,945	8,945
Reserves		(966)	(1,802)
		7,979	7,143
Minority interest		967	665
Total equity		<u>8,946</u>	<u>7,808</u>
Non-current liabilities			
Borrowings	B9	1,854	1,957
Deferred tax liabilities		2	3
		<u>1,856</u>	<u>1,960</u>
Current liabilities			
Trade and other payables		12,535	11,160
Amount due to an associate		-	65
Deferred income		431	260
Borrowings	B9	196	195
		<u>13,162</u>	<u>11,680</u>
Total liabilities		<u>15,018</u>	<u>13,640</u>
TOTAL EQUITY AND LIABILITIES		<u>23,964</u>	<u>21,448</u>
Net assets per share attributable to ordinary equity holders of the Company (RM)			
		<u>0.10</u>	<u>0.09</u>

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011

**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
FOR THE PERIOD ENDED 30 JUNE 2011**

< ----- Attributable to equity holders of the Company ----- >
< -----Non-distributable-----> Distributable

	Share capital RM'000	Share premium RM'000	Capital reserve RM'000	Translation reserve RM'000	Accumulated losses RM'000	Total RM'000	Minority Interest RM'000	Total Equity RM'000
At 1/1/2011	8,945	9,382	0	32	(11,216)	7,143	665	7,808
Exchange differences on translation of the financial statements of foreign entities	0	0	0	(3)	0	(3)	0	(3)
Total comprehensive income for the period	0	0	0	0	839	839	352	1,191
Equity settled share-based transactions	0	0	0	0	0	0	0	0
Dividend paid to a minority interest of a subsidiary company	0	0	0	0	0	0	(50)	(50)
At 30/06/2011	8,945	9,382	0	29	(10,377)	7,979	967	8,946
At 1/1/2010:-	8,945	9,382	42	52	(12,459)	5,962	231	6,193
Exchange differences on translation of the financial statements of foreign entities	0	0	0	(7)	0	(7)	0	(7)
Total comprehensive income for the period	0	0	0	0	1,317	1,317	259	1,576
Equity settled share-based transactions	0	0	0	0	0	0	0	0
Dividend paid to a minority interest of a subsidiary company	0	0	0	0	0	0	0	0
At 30/06/2010	8,945	9,382	42	45	(11,142)	7,272	490	7,762

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011

**UNAUDITED CONDENSED CONSOLIDATED CASH FLOW STATEMENTS
FOR THE PERIOD ENDED 30 JUNE 2011**

	AS AT CURRENT FINANCIAL PERIOD ENDED 30/06/2011 RM'000	AS AT PRECEDING FINANCIAL PERIOD ENDED 30/06/2010 RM'000
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before tax	1,189	1,576
Adjustments for:		
Non-cash items	360	403
Interest income	(69)	(9)
Interest expense	55	74
Operating Profit Before Working Capital Changes	1,535	2,044
Changes In Working Capital:		
Net change in current assets	1,228	(4,636)
Net change in current liabilities	1,429	4,453
Net Cash Inflow from Operations	4,192	1,861
Income tax refunded/(paid)	15	(3)
Net Operating Cash Flow	4,207	1,858
CASH FLOW FROM INVESTING ACTIVITIES		
Interest received	69	9
Investment in money market fund	(1,575)	(1)
Purchase of intangible assets	(68)	(10)
Purchase of property, plant and equipment	(97)	(163)
Proceed from disposal of property, plant and equipment	3	0
Net Investing Cash Flow	(1,668)	(165)
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(55)	(74)
Proceeds from loans and borrowings	51	0
Repayment of bank borrowings	(102)	(66)
Net Financing Cash Flow	(106)	(140)
NET CHANGE IN CASH AND CASH EQUIVALENTS	2,433	1,553
Effects of foreign exchange rate changes	(3)	(7)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF FINANCIAL PERIOD	2,583	5,067
CASH AND CASH EQUIVALENTS AT THE END OF FINANCIAL PERIOD	5,013	6,613

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011

PART A – EXPLANATORY NOTES PURSUANT TO FRS 134: INTERIM FINANCIAL REPORTING AND BURSA LISTING REQUIREMENTS

A1 – Basis of Preparation

The interim financial statements are unaudited and have been prepared in compliance with Financial Reporting Standard (“FRS”) No. 134: Interim Financial Reporting and paragraph 9.22 of Bursa Malaysia Berhad’s (Bursa Securities”) ACE Market Listing Requirements (“ACE LR”).

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 December 2010. These explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to gain an understanding of the changes in the financial position and performance of the Company, its subsidiary companies and associated companies (the “Group”) since the financial year ended 31 December 2010.

A2 – Changes in Accounting Policies

The significant accounting policies adopted during the current quarter under review are consistent with those of the audited financial statements for the financial year ended 31 December 2010 except for the following Financial Reporting Standards (“FRSs”) and IC Interpretations that had been issued by the Malaysian Accounting Standards Board (“MASB”):-

FRSs, Amendments and IC Interpretations

FRS 1 (Revised)	First-time Adoption of Financial Reporting Standards
FRS 3 (Revised)	Business Combinations (Revised)
FRS 127 (Revised)	Consolidated and Separate Financial Statements
Amendments to FRS 1	Limited Exemption from Comparatives FRS 7 (Revised)
	Disclosures for First-time Adopters
Amendments to FRS 1	Additional Exemptions for First-time Adopters
Amendments to FRS 2	Share-based Payment
Amendments to FRS 2	Group Cash-settled Share-based Payment Transactions
Amendments to FRS 5	Non-current Assets Held for Sale and Discontinued Operations
Amendments to FRS 7	Improving Disclosures about Financial Instruments
Amendments to FRS 132	Financial Instruments: Presentation
Amendments to FRS 138	Intangible Assets
Amendments to FRSs “Improvements to FRS (2010)”	
IC Interpretation 4	Determining Whether An Arrangement Contains a Lease
IC Interpretation 16	Hedges of a Net Investment in a Foreign Operation
IC Interpretation 17	Distributions of Non-cash Assets to Owners
IC Interpretation 18	Transfers of Assets from Customers
Amendments to IC Interpretation 9	Reassessment of Embedded Derivatives

The application of the above new FRSs and IC Interpretations do not have material impact on the results and the financial position of the Group.

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A3 – Auditors’ Report on Preceding Audited Financial Statements

The auditors’ report on the Group’s financial statements for the financial year ended 31 December 2010 was not qualified.

A4 – Seasonal or Cyclicity of Operations

In general, apart from the Group’s business in Telecommunication industry, the Group’s other businesses are primarily exposed to business cycles of the Electronic Manufacturing, Semiconductor and Automotive industries. For the current quarter under review, Mobile Messaging Gateway division continue delivered higher financial performance, while E-manufacturing and Computer and Electronic Services divisions posted a positive result.

A5 – Unusual Nature and Amount of Items Affecting Assets, Liabilities, Equity, Net Income or Cash Flows

There were no unusual items affecting assets, liabilities, equity, net income or cash flows for the current quarter under review.

A6 – Changes in Estimates

There were no materials changes in estimates of amounts reported in the prior financial period which may have had a material effect on the current quarter under review.

A7 – Issuances, Cancellations, Repurchases, Resale and Repayments of Debt and Equity Securities

There were no issuance and repayment of debts (other than the hire purchase and term loan debts disclosed in Note B9) and equity securities during the current quarter under review and the Company had not engaged in any share buyback scheme or implemented any share cancellations. The Company does not have any shares held as treasury shares.

A8 – Dividends

No dividend has been declared or paid during the current quarter under review.

A9 – Segmental Information

The Group operates predominantly in the Information and Communications Technology Industry and accordingly, only the geographical segmental information (based on the known business address of the customers) is presented.

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011**A9 – Segmental Information (Continued)***a) Current quarter*

Analysis by geographical location	Current quarter ended 30 June 2011					
	Revenue from external customers by location of customers		Inter-segment revenue		Total revenue	
	RM'000	%	RM'000	%	RM'000	%
Malaysia	15,335	97.2	-	-	15,335	97.2
Overseas	439	2.8	-	-	439	2.8
	15,774	100.0	-	-	15,774	100.0
Eliminations	-	-	-	-	-	-
Consolidated	15,774	100.0	-	-	15,774	100.0

(b) Cumulative quarters

Analysis by geographical location	Cumulative quarters ended 30 June 2011					
	Revenue from external customers by location of customers		Inter-segment revenue		Total revenue	
	RM'000	%	RM'000	%	RM'000	%
Malaysia	28,934	95.5	-	-	28,934	95.5
Overseas	1,074	4.5	-	-	1,074	4.5
	30,008	100.0	-	-	30,008	100.0
Eliminations	-	-	-	-	-	-
Consolidated	30,008	100.0	-	-	30,008	100.0

A10 – Valuation of Property, Plant and Equipment

There has been no valuation on any property, plant and equipment of the Group during the current quarter under review. Hence, the valuation of property, plant and equipment has been brought forward without amendment from the audited financial statements of the Group for the financial year ended 31 December 2010.

A11 – Acquisition/Disposal of Property, Plant and Equipment

There were no material acquisitions or disposals of property, plant and equipment during the current quarter under review.

A12 – Material Subsequent Events

Save for the disclosure in B11, there were no material events subsequent to the end of the current quarter under review.

A13 – Changes in Composition of the Group

Save as that disclosed below, there were no other changes to the composition of the Group during the current quarter under review:-

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INTERIM FINANCIAL REPORT FOR THE PERIOD ENDED 30 JUNE 2011

A13 – Changes in Composition of the Group (continued)

- (i) The Company had on 5 July 2011 announced that Mexter (M) Sdn. Bhd. a wholly-owned subsidiary of the Company had on 30 June 2011 divested its equity interest of 108,000 ordinary shares of RM1.00 each representing 30% of the issued and paid up capital in Shiftech to Mr. Francis Chin for a cash consideration of Ringgit Malaysia One (RM1.00) only. In consequent to the Disposal, Shiftech shall cease as an associate company of Mexter.
- (ii) The Company had on 20 June 2011 announced that Company has established its foreign business entity in Indonesia namely, PT. MexComm via MexComm Sdn Bhd (a 80% owned subsidiary) and Ezymobile International Sdn Bhd (a wholly owned subsidiary of MexComm). In consequent thereof, PT. MexComm has become a subsidiary of Mexter.
- (iii) The Company had on 3 June 2011 announced that the Company had acquired the entire equity interest in the capital of GenY HR Consulting Sdn Bhd (“GenY”) from its wholly-owned subsidiary, Tonerex Technologies Sdn Bhd for a total consideration of Ringgit Malaysia One (RM1.00) only and such Re-Organization had been completed on 8 June 2011. In consequent thereof, GenY will become a direct wholly-owned subsidiary of Mexter.

A14 –Contingent Liabilities or Contingent Assets

	Cumulative period ended 30 June 2011 RM'000	Preceding year corresponding period ended 30 June 2010 RM'000
Corporate guarantee	51	-

The corporate guarantee is executed by the Company for hire purchase facility granted to subsidiary. Out of the total hire purchase facility secured by corporate guarantee, a total of RM39,153 was outstanding at the period end.

Save for the above and any potential damages or cost to be awarded pursuant to the on-going civil suits as disclosed in Note B11 herein, the Directors of the Company are not aware of any other material contingent liabilities or contingent assets that may impact the financial performance of the Group.

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PART B – EXPLANATORY NOTES PURSUANT TO APPENDIX 9B OF THE BURSA MALAYSIA SECURITIES BERHAD ACE MARKET LISTING REQUIREMENTS

B1 – Review of Performance

	Cumulative period ended 30 June 2011 RM'000	Preceding year corresponding period ended 30 June 2010 RM'000
Revenue	<u>30,008</u>	<u>24,523</u>
Profit before tax	<u>1,189</u>	<u>1,576</u>

For the financial period ended 30 June 2011, the Group recorded revenue of approximately RM30.01 million which represents an increase of approximately 22% as compared to the preceding year corresponding period's revenue. The increase in the Group's revenue was mainly attributable to the higher sales contribution from its subsidiary, MexComm Sdn. Bhd. ("MexComm") which posted 51% year-on-year rise in revenue to RM 26.79 million.

The Group registered profit before tax of approximately RM1.19 million for the quarter under review which represents a decrease of approximately RM0.39 million or 25% as compared to RM1.58 million reported in the preceding year corresponding period. The lower profit was mainly due to lesser contribution from the Group's Enterprise Services Division (ESD) during the year.

B2 – Comparison with Preceding Quarter's Results

	Current quarter ended 30 June 2011 RM'000	Previous quarter ended 31 March 2011 RM'000
Revenue	<u>15,774</u>	<u>14,234</u>
Profit before tax	<u>599</u>	<u>589</u>

The Group's revenue for the current quarter of approximately RM15.77 million which represents an increase of approximately RM1.54 million or 11% as compared to the revenue of approximately RM14.23 million in the preceding quarter. MexComm has continuously registered satisfactory result with 9.8% quarter-on quarter rise in revenue to RM 26.79 million.

The Group registered profit before tax of approximately RM0.60 million for the quarter under review which represents an improvement of approximately RM0.01 million or 1.7% as compared to the Group's profit before tax of approximately RM0.59 million reported in the preceding quarter. The improvement was mainly due to higher incremental contribution by MexComm and E-Manufacturing division (EMD) coupled by the effectiveness of the Group's operations and cost control initiatives implemented by management.

B3 – Current Year Prospects

The Malaysian economy has grown rapidly in year 2010 by achieving 7.2% gross domestic product (GDP) growth. However, the economy is expected to see a moderate growth of 5.0% in 2011 amid uncertainty global economy outlook and much depending on the domestic demand which is likely strong due to supportive government policy measures especially on the public infrastructure projects of the Economic Transformation Programme (ETP).

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B3 – Current Year Prospects (Continued)

The implementation of structural reforms, as envisioned in the government’s New Economic Model, will be vital for boosting competitiveness and sustaining growth in 2011. By executing the various economic transformation plans also, we aim to become a high-income developed nation with a per capita income of US\$15,000, more than double the current level of US\$7,000.

In 2011, the Board anticipates a better financial performance contributed by the Mobile Services and E-Manufacturing divisions. The Board and management will continue to implement business rationalisation strategies, by focusing on innovative marketing activities, investing in R&D, streamlining its operations, and implementing cost control measures. Whilst the results of some of these initiatives have borne fruit, most elements of these strategies are ongoing exercises.

Barring any unforeseen circumstances, the Board expects the Group to register positive growth and improve on its earnings and financial position.

B4 – Profit Forecast

The Group did not publish any profit forecast in its Prospectus or in any public documents.

B5 – Taxation

	30 June 2011	
	Current Quarter RM’000	Cumulative Quarters RM’000
Malaysian income tax:-		
- Current year	0	0
-Over provision in prior year	(2)	(2)
	<hr/>	<hr/>
	(2)	(2)
Deferred taxation:		
- Original and reversal of temporary differences	0	0
	<hr/>	<hr/>
	(2)	(2)

There was no tax expense for the quarter ended 30 June 2011 due to the utilisation of unabsorbed tax losses and capital allowances brought forward. This is, however, subject to confirmation by the Inland Revenue Board. Besides, Mexter MSC Sdn. Bhd. (“MMSC”), MexComm and Ezymobile International Sdn Bhd (“EISB”) were granted Multimedia Super Corridor (“MSC”) status which exempts their income from taxation for a period of five (5) years commencing from November 2007, August 2008 and May 2009 respectively.

B6 – Profit/(Loss) on Sale of Unquoted Investments and/or Properties

There was no sale of unquoted investments and/or properties during the current quarter under review.

B7 – Purchase or Disposal of Quoted Securities

There was no purchase or disposal of quoted securities during the current quarter under review.

B8 – Corporate Proposals Announced But Not Completed

There was no other corporate proposal announced but not completed as at the date of this report.

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B9 – Borrowings

Group borrowings as at the end of the reporting quarter were as follows:-

	Current RM'000
Hire purchase liabilities (Unsecured)	105
Term loan (Secured)	91
	<hr/> 196 <hr/>

	Non-current RM'000
Hire purchase liabilities (Unsecured)	31
Term loan (Secured)	1,823
	<hr/> 1,854 <hr/>

The Group does not have any foreign borrowings as at the date of this announcement.

B10 – Off Balance Sheet Financial Instruments

There were no off balance sheet financial instruments as at the date of this announcement.

B11 – Material Litigation

Save for the following, there have not been any changes in material litigation since the last update up to the date of this announcement:-

(i) Penang High Court (Civil Suit No.MT1-22-527-2007)

During the case management held on 1 June 2011, the Defendants asked for an adjournment on the grounds that the 6th Defendant's counsel has to attend to a criminal trial on 6 and 7 June 2011 and the 1st to 5th Defendants had recently changed their solicitors. Further, upon a confirmation from the Judge on 2 June 2011, the Judge had allowed the request for the postponement and fixed the case for next mention on 10 June 2011, to fix new trial dates.

On 10 June 2011, the Court did not fix trial dates as the defendants' new solicitors said they wanted to amend the defence. The Judge opined that the new solicitors should be given more time to consider the documents. Hence, the Court has fixed the case for mention on 12 July 2011 for the defendants to put in their amendment application and to sort out the documents.

Subsequent to the case management conducted on 12 July 2011, the Court did not fix trial date as the defendants' solicitors requested for an additional two (2) months to file their application for amendment of their defence. The Judge then gave the defendants one (1) month to file their amendment application and the Court has fixed the case for mention on 15 August 2011 for the defendants to put in their amendment application and to sort out the documents.

During the case management on 15 August 2011, Mexter's solicitor has objected the Defendants' solicitor oral application to amend their defence on the grounds the manner is not as per the previous case management directions. The Judge then directed the Defendants' solicitor to file the amendment application by 16 August 2011 and to fax a copy of the same to Mexter's solicitor.

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B11 – Material Litigation (Continued)

(i) Penang High Court (Civil Suit No.MT1-22-527-2007) (Continued)

The Judge also pre-fixed the application to be heard on 12 September 2011. Further case management directions and trial dates will be fixed on that day. The Judge also gave a stern warning to the Defendants' solicitor not to delay the matter any further.

(ii) Kuala Lumpur High Court (Appeal No. R3-12B-212-2011)

During the hearing of appeal conducted on 2 June 2011, the Judge of the Kuala Lumpur High Court allowed MexComm's appeal against the whole decision of the Kuala Lumpur Sessions Court's Judge, amongst others, as follows:-

1. MexComm's application for enlargement of time to serve the endorsed Notice of Appeal on the Respondent was allowed with costs of RM500.00 to be paid to the Respondent;
2. MexComm's appeal proper was allowed with cost of the High Court appeal fixed at RM2,000.00, and a further order that the cost of the Sessions Court proceedings be determined in accordance with the Subordinate Court's scale costs;
3. Judgment was entered against the Respondent in the sum of RM175,657.20 plus 8% per annum interest on the judgment sum calculated from the date of the Summons (i.e. 18 May 2010) until full settlement;
4. The decision of the Sessions Court awarding the Respondent general damages of RM250,000.00 on the Respondent's counterclaim was set aside.

B12 – Dividends

No dividend has been declared or paid during the current quarter under review.

B13 – Earnings per Share

(a) Basic earnings per share ("EPS")

Basic EPS of the Group is calculated by dividing the profit for the period attributable to ordinary equity holders of Mexter by the weighted average number of ordinary shares in issue during the financial period.

		Current quarter ended 30 June		Cumulative quarters ended 30 June	
		2011	2010	2011	2010
Profit for the period attributable to ordinary equity holders of Mexter	(RM'000)	447	676	839	1,317
Weighted average number of ordinary shares in issue	('000)	89,452	89,452	89,452	89,452
Basic EPS	(sen)	0.5	0.8	0.9	1.5

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B13 –Earnings per Share (Continue)

(a) *Basic earnings per share (“EPS”) (Continue)*

The weighted average number of ordinary shares in issue is determined using the number of days that the specific shares are outstanding in proportion to the total number of days in the corresponding period.

(b) *Diluted EPS*

There is no dilution of share capital for the Group.

B14- Realised and Unrealised Retained Profits

	As at 30 June 2011 RM'000	As at 31 December 2010 RM'000
Total retained profits of the Company and Subsidiaries:		
-Realised	(6,875)	(7,936)
-Unrealised	(3)	1
Total share of retained profits from an associated company:		
-Realised	(22)	3
-Unrealised	-	-
	<hr/>	<hr/>
	(6,900)	(7,932)
Less: Consolidation adjustments	(3,477)	(3,284)
Total Group retained profit	<hr/>	<hr/>
	(10,377)	(11,216)

BY ORDER OF THE BOARD

How Wee Ling (MAICSA 7033850)

Ooi Ean Hoon (MAICSA 7057078)

Company Secretaries

Kuala Lumpur.

Dated: 18 August 2011