

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
 FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011**
 (The figures have not been audited)

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|--|--|----------------|--|----------------|
| | THREE MONTHS ENDED 30 JUNE 2011 RM'000 | 2010 RM'000 | THREE MONTHS ENDED 30 JUNE 2011 RM'000 | 2010 RM'000 |
| Revenue | 15,358 | 14,458 | 15,358 | 14,458 |
| Cost of sales | (7,218) | (8,668) | (7,218) | (8,668) |
| Gross profits | 8,140 | 5,790 | 8,140 | 5,790 |
| Other operating income | 1,654 | 1,415 | 1,654 | 1,415 |
| Other operating expenses | (7,159) | (9,699) | (7,159) | (9,699) |
| Finance costs | (176) | (86) | (176) | (86) |
| Profit / (Loss) before tax | 2,459 | (2,580) | 2,459 | (2,580) |
| Tax expense | (499) | (307) | (499) | (307) |
| Profit / (Loss) for the financial period | 1,960 | (2,887) | 1,960 | (2,887) |
| Other comprehensive loss, net of tax | | | | |
| Foreign currency translation differences for foreign operations | (422) | (58) | (422) | (58) |
| Other comprehensive loss for the financial period, net of tax | (422) | (58) | (422) | (58) |
| Total comprehensive income / (loss) for the financial period | 1,538 | (2,945) | 1,538 | (2,945) |
| Profit / (Loss) attributable to:- | | | | |
| Owners of the Company | 1,956 | (2,829) | 1,956 | (2,829) |
| Non-controlling interest | 4 | (58) | 4 | (58) |
| Profit / (Loss) for the financial period | 1,960 | (2,887) | 1,960 | (2,887) |
| Total comprehensive income / (loss) attributable to:- | | | | |
| Owners of the Company | 1,534 | (2,887) | 1,534 | (2,887) |
| Non-controlling interest | 4 | (58) | 4 | (58) |
| Total comprehensive income / (loss) for the financial period | 1,538 | (2,945) | 1,538 | (2,945) |
| Profit / (Loss) per ordinary share (sen) | | | | |
| -Basic | 0.14 | (0.24) | 0.14 | (0.24) |

(The Condensed Consolidated Statement of Comprehensive Income should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
 AS AT 30 JUNE 2011

| | Unaudited As at 30.06.2011 RM'000 | Audited As at 31.03.2011 RM'000 |
|---|--|--|
| ASSETS | | |
| Non-Current Assets | | |
| Property, plant and equipment | 1,456 | 1,373 |
| Goodwill | 13,928 | 13,928 |
| Deferred tax assets | 302 | 301 |
| | <u>15,686</u> | <u>15,602</u> |
| Current Assets | | |
| Other investments | 804 | 1,115 |
| Inventories | 9,030 | 8,527 |
| Trade receivables | 17,016 | 19,112 |
| Other receivables, deposits and prepayments | 13,076 | 12,718 |
| Amounts owing by related companies | 1,735 | 1,829 |
| Current tax assets | 364 | 561 |
| Cash and cash equivalents | 24,504 | 23,502 |
| | <u>66,529</u> | <u>67,364</u> |
| TOTAL ASSETS | <u><u>82,215</u></u> | <u><u>82,966</u></u> |
| EQUITY AND LIABILITIES | | |
| Equity attributable to owners of the Company | | |
| Share capital | 135,588 | 135,588 |
| Reverse acquisition reserve | (115,767) | (115,767) |
| Exchange translation reserve | (262) | 160 |
| Retained earnings | 24,878 | 22,922 |
| | <u>44,437</u> | <u>42,903</u> |
| Non-controlling interest | 4 | - |
| TOTAL EQUITY | <u>44,441</u> | <u>42,903</u> |
| Non-Current Liabilities | | |
| Hire purchase and lease creditors | 60 | 70 |
| | <u>60</u> | <u>70</u> |
| Current Liabilities | | |
| Trade payables | 6,763 | 8,775 |
| Other payables, deposits and accruals | 16,203 | 17,768 |
| Amounts owing to ultimate holding company | 128 | 248 |
| Amounts owing to related companies | 4,076 | 2,161 |
| Borrowings | 10,447 | 10,933 |
| Hire purchase and lease creditors | 68 | 79 |
| Current tax payables | 29 | 29 |
| | <u>37,714</u> | <u>39,993</u> |
| TOTAL LIABILITIES | <u>37,774</u> | <u>40,063</u> |
| TOTAL EQUITY AND LIABILITIES | <u><u>82,215</u></u> | <u><u>82,966</u></u> |
| | - | - |
| Net assets per share (sen) | <u>3.28</u> | <u>3.16</u> |

(The Condensed Consolidated Statement of Financial Position should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
 FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011
 (The figures have not been audited)**

| | <----- Attributable to owners of the Company -----> | | | | | Total equity RM'000 |
|--|---|---|--|--------------------------------|---|------------------------|
| | <----- Non-distributable -----> | | | Distributable | Non- controlling interest RM'000 | |
| | Ordinary shares RM'000 | Reverse acquisition reserve RM'000 | Exchange translation reserve RM'000 | Retained earnings RM'000 | | |
| <u>Three Months Financial Period Ended 30 June 2011</u> | | | | | | |
| Balance as at 1 April 2011 | 135,588 | (115,767) | 160 | 22,922 | - | 42,903 |
| Total comprehensive (loss) / income for the financial period | - | - | (422) | 1,956 | 4 | 1,538 |
| Balance as at 30 June 2011 | 135,588 | (115,767) | (262) | 24,878 | 4 | 44,441 |

| | <----- Attributable to owners of the Company -----> | | | | | Total equity RM'000 |
|--|---|---|--|--------------------------------|---|------------------------|
| | <----- Non-distributable -----> | | | Distributable | Non- controlling interest RM'000 | |
| | Ordinary shares RM'000 | Reverse acquisition reserve RM'000 | Exchange translation reserve RM'000 | Retained earnings RM'000 | | |
| <u>Three Months Financial Period Ended 30 June 2010</u> | | | | | | |
| Balance as at 1 April 2010 | 630 | - | - | 40,864 | - | 41,494 |
| Issuance of shares pursuant to acquisition of DGB | 110,000 | - | - | - | - | 110,000 |
| Adjustment arising from reverse acquisition | 24,958 | (115,767) | - | - | 87 | (90,722) |
| Total comprehensive loss for the financial period | - | - | (58) | (2,829) | (58) | (2,945) |
| Balance as at 30 June 2010 | 135,588 | (115,767) | (58) | 38,035 | 29 | 57,827 |

(The Condensed Consolidated Statement of Changes in Equity should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2011**

| | THREE MONTHS ENDED 30 JUNE | |
|--|-----------------------------------|----------------|
| | 2011 | 2010 |
| | RM'000 | RM'000 |
| CASH FLOWS FROM OPERATING ACTIVITIES | | |
| Profit / (Loss) before tax | 2,459 | (2,580) |
| Adjustment for non-cash items | (396) | (156) |
| | <hr/> | <hr/> |
| Operating profit / (loss) before working capital changes | 2,063 | (2,736) |
| Net changes in assets | 1,833 | 846 |
| Net changes in liabilities | (1,546) | (5,932) |
| | <hr/> | <hr/> |
| Net cash from / (used in) operations | 2,350 | (7,822) |
| Tax paid | (304) | (846) |
| Tax refund | - | 10 |
| | <hr/> | <hr/> |
| Net cash from / (used in) operating activities | <u>2,046</u> | <u>(8,658)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Placement of fixed deposits pledged | (50) | (13) |
| Other investments | (47) | (52) |
| Acquisition of subsidiary companies, net of cash and cash equivalents acquired | - | 5,073 |
| Interest received | 113 | 84 |
| | <hr/> | <hr/> |
| Net cash from investing activities | <u>16</u> | <u>5,092</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Repayment to financial institutions | 464 | (26) |
| Interest paid | (158) | (70) |
| | <hr/> | <hr/> |
| Net cash from / (used in) financing activities | <u>306</u> | <u>(96)</u> |
| Net increase / (decrease) in cash and cash equivalents | 2,368 | (3,662) |
| Cash and cash equivalents at 1 April 2011/2010** | 6,169 | 21,447 |
| Effect of foreign exchange on opening balance | (445) | (55) |
| | <hr/> | <hr/> |
| Cash and cash equivalents at 30 June 2011/2010** | <u>8,092</u> | <u>17,730</u> |

** Cash and cash equivalents at the beginning and end of the financial period are net of deposits pledged to banks.

(The Condensed Consolidated Statement of Cash Flows should be read in conjunction with the accompanying explanatory notes to the interim financial report and the audited financial statements for the financial year ended 31 March 2011.)

**Notes to the Interim Financial Report
For the First Quarter Ended 30 June 2011**

1 Basis of preparation

The interim financial report is unaudited and has been prepared in accordance with the requirements of Financial Reporting Standard ("FRS") 134, Interim Financial Reporting and paragraph 9.22 of the Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Securities") for the ACE Market.

The interim financial report should be read in conjunction with the audited financial statements for the financial year ended 31 March 2011. The explanatory notes attached to the interim financial report provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the previous financial year ended 31 March 2011.

2 Significant Accounting Policies

(a) Changes in accounting policies

The significant accounting policies adopted are consistent with those previously adopted in the audited financial statements of the Group for the financial year ended 31 March 2011 saved for the adoption of all the new/revised FRSS, Improvements to FRSS and IC Interpretations that are relevant to the Group's operations and effective for financial periods beginning on or after 1 July 2010 and 1 January 2011 as follows: -

| <u>FRSS / IC Interpretations</u> | | <u>Effective for financial periods beginning on or after</u> |
|-----------------------------------|---|--|
| FRS 1 (Revised) | First-time Adoption of Financial Reporting Standards | 1 July 2010 |
| FRS 3 (Revised) | Business Combinations | 1 July 2010 |
| FRS 127 (Revised) | Consolidated and Separate Financial Statements | 1 July 2010 |
| Amendments to FRS 1 (Revised) | Limited Exemption from Comparative FRS 7 Disclosures for First-time Adopters | 1 January 2011 |
| Amendments to FRS 1 | Additional Exemptions for First-time Adopters | 1 January 2011 |
| Amendments to FRS 5 | Plan to Sell the Controlling Interest in a Subsidiary | 1 July 2010 |
| Amendments to FRS 7 | Improving Disclosures about Financial Instruments | 1 January 2011 |
| Amendments to FRS 127 | Consolidated and Separate Financial Statements: Cost of an Investment in a Subsidiary, Jointly Controlled Entity or Associate | 1 January 2011 |
| Amendments to FRS 138 | Consequential Amendments Arising from FRS 3 (Revised) | 1 July 2010 |
| IC Interpretation 4 | Determining whether an Arrangement contains a Lease | 1 January 2011 |
| IC Interpretation 12 | Service Concession Arrangements | 1 July 2010 |
| IC Interpretation 16 | Hedges of a Net Investment in a Foreign Operation | 1 July 2010 |
| IC Interpretation 17 | Distribution of Non-cash Assets to Owners | 1 July 2010 |
| IC Interpretation 18 | Transfer of Assets from Customers | 1 January 2011 |
| Amendments to IC Interpretation 9 | Scope of IC Interpretation 9 and FRS 3 (Revised) | 1 July 2010 |
| Improvements to FRSS (2010) | | 1 January 2011 |

Other than the effect of the application of FRS 3 (Revised) and FRS 127 (Revised) described below, the application of the above new/revised FRSS, Amendments to FRSS and IC Interpretations did not result in any significant changes in the accounting policies and presentation of the financial results of the Group: -

(i) FRS 3 (Revised): Business Combinations

The revised standard continues to apply the acquisition method to business combinations but with some significant changes compared with FRS 3. For example, all payments to purchase a business are recorded at fair value at the acquisition date, with contingent payments classified as debt subsequently remeasured through the profit or loss. There is a choice on an acquisition-by-acquisition basis to measure the non-controlling interest in the acquiree either at fair value or at the non-controlling interest's proportionate share of the acquiree's net assets. All acquisition-related costs are expensed. This revised standard will be applied prospectively and therefore there will not have any financial impact on the financial statements of the Group for the current financial period but may impact the accounting for future transactions or arrangements.

(ii) FRS 127 (Revised): Consolidated and Separate Financial Statements

The revised standard requires the effects of all transactions with non-controlling interest to be recorded in equity if there is no change in control and these transactions will no longer result in goodwill or gains and losses. All earnings and losses of the subsidiary are attributed to the parent and the non-controlling interests, even if the attribution of losses to the non-controlling interests results in a debit balance in the shareholders' equity. Profit or loss attributable to non-controlling interests for prior years is not restated. The standard also specifies the accounting when control is lost. Any remaining interest in the entity is remeasured to fair value, and a gain or loss is recognised in profit or loss. The Group has adopted this revised standard prospectively to transactions with non-controlling interests from 1 January 2011.

**Notes to the Interim Financial Report
For the First Quarter Ended 30 June 2011**

3 Qualification of independent auditors' report on preceding annual audited financial statements

The independent auditors' report on the annual audited financial statements for the financial year ended 31 March 2011 was not qualified.

4 Seasonal and cyclical factors

The business of the Group was not affected by any significant seasonal and cyclical factors during the current financial period under review.

5 Unusual items due to their nature, size or incidence

Saved as disclosed in note 2 and note 6 of this report, there were no unusual items affecting the assets, liabilities, equity, net income, or cash flows due to their nature, size, or incidence during the current financial period under review.

6 Material changes in estimates

There were no material changes in estimates of amounts reported in prior financial years. Thus, there is no material effect in the financial statements of the current financial period under review.

7 Debt and equity securities

There were no issuance, cancellation, repurchase, resale and repayment of debt securities of the Group and equity securities of the Company as at the date of this report.

8 Dividends paid

No dividend has been paid in the current financial period under review.

9 Segmental reporting

| Business Segments | Networks RM'000 | Solutions RM'000 | Others RM'000 | Adjustment/ Eliminations RM'000 | Total RM'000 |
|--|----------------------------|-----------------------------|--------------------------|--|-------------------------|
| <u>Three Months Financial Period Ended 30 June 2011</u> | | | | | |
| External sales | 5,965 | 9,393 | - | - | 15,358 |
| Inter segment sales | 6 | 45 | - | (51) | - |
| Total Sales | 5,971 | 9,438 | - | (51) | 15,358 |
| Segment results | 1,811 | 785 | (92) | - | 2,504 |
| Interest expense | | | | | (158) |
| Interest Income | | | | | 113 |
| Profit before taxation | | | | | <u>2,459</u> |
| Segment assets | 44,434 | 23,849 | 13,932 | - | <u>82,215</u> |
| <u>Three Months Financial Period Ended 30 June 2010</u> | | | | | |
| External sales | 6,645 | 7,813 | - | - | 14,458 |
| Inter segment sales | - | 392 | - | (392) | - |
| Total Sales | 6,645 | 8,205 | - | (392) | 14,458 |
| Segment results | 848 | (2,753) | (689) | - | (2,594) |
| Interest expense | | | | | (70) |
| Interest Income | | | | | 84 |
| Loss before taxation | | | | | <u>(2,580)</u> |
| Segment assets | 49,036 | 29,345 | 7,716 | - | <u>86,097</u> |

**Notes to the Interim Financial Report
For the First Quarter Ended 30 June 2011**

10 Carrying amount of revalued assets

There were no changes to the valuation of property, plant and equipment during the current financial period under review.

11 Subsequent events

There were no material events announced subsequent to the end of the current financial period under review.

12 Changes in the composition of the Group

There were no changes in the composition of the Group during the current financial period under review.

13 Changes in contingent liabilities or contingent assets

There were no changes in contingent liabilities or contingent assets of the Group since the previous financial year.

14 Capital commitments

There were no capital commitments during the current financial period under review.

ISS CONSULTING SOLUTIONS BERHAD ("ISS") (675362 - P)

**Additional information required by Bursa Securities Listing Requirements
For the First Quarter Ended 30 June 2011**

1 Review of performance

The Group recorded RM15.4 million of revenue in the current quarter under review, an increase of approximately 6.2% if compared to corresponding quarter of the preceding financial year.

The Group achieved a profit before tax of RM2.5 million for the current quarter under review, an increase of approximately 195.3% if compared to a loss before tax of RM2.6 million in the corresponding quarter of the preceding financial year. The profit before tax for the current quarter under review has increased compared to the previous year's corresponding quarter. This is due to an improvement in gross profit margin and also a reduction of other operating expenses, resulting an improvement in operational efficiency.

2 Variation of results against preceding quarter

| | 3 months ended 30.06.2011 RM'000 | 3 months ended 31.03.2011 RM'000 |
|----------------------------|---|---|
| Profit / (Loss) before tax | 2,459 | (6,870) |

Compared to the results against the preceding quarter, the group's performance for the current quarter under review has improved from a loss before tax of RM6.9 million to a profit before tax of RM2.5 million. The loss in the preceding quarter is mainly attributable by:-

- (i) an impairment of goodwill of RM3.7 million of one of the subsidiaries;
- (ii) a cost written off for a foreseeable loss of RM2.7 million in one of the existing project of a subsidiary; and
- (iii) a higher employee cost of RM3.5 million compared to the current quarter under review.

3 Current year prospects

The Board of Directors expects the performance for the Group for the next financial quarter to be satisfactory.

4 Profit forecast

Not applicable.

5 Tax expense

| | INDIVIDUAL QUARTER THREE MONTHS ENDED 30 JUNE | | CUMULATIVE PERIOD THREE MONTHS ENDED 30 JUNE | |
|---|--|------------------------|---|------------------------|
| | 2011 RM'000 | 2010 RM'000 | 2011 RM'000 | 2010 RM'000 |
| Current tax expense | | | | |
| - Malaysian taxation | 421 | 218 | 421 | 218 |
| - Foreign taxation | 23 | - | 23 | - |
| Under provision in prior periods | | | | |
| - Malaysian taxation | - | - | - | - |
| - Foreign taxation | 55 | 44 | 55 | 44 |
| | <u>499</u> | <u>262</u> | <u>499</u> | <u>262</u> |
| Deferred taxation | | | | |
| - origination and reversal of temporary differences | - | 45 | - | 45 |
| | <u>499</u> | <u>307</u> | <u>499</u> | <u>307</u> |

The Group's effective tax rate for the current financial quarter is lower than the statutory tax rate as utilisation of previously unrecognised tax losses of certain subsidiaries.

6 Unquoted investments and properties

There were no sales of any unquoted investments and/or properties during the financial quarter under review.

ISS CONSULTING SOLUTIONS BERHAD ("ISS") (675362 - P)

**Additional information required by Bursa Securities Listing Requirements
For the First Quarter Ended 30 June 2011**

7 Marketable securities

Details of disposal of quoted investments were as follows:

| | Current quarter ended 30.06.2011 RM'000 | Current period-to- date 30.06.2011 RM'000 |
|----------------------------|--|--|
| Sales proceeds on disposal | 59 | 59 |
| Loss on disposal | (15) | (15) |
| | <hr/> | <hr/> |

As at 30 June 2011, the quoted investments included in other short term investments are as follows: -

| | RM'000 |
|-----------------------------|---------------------|
| At cost | 2,129 |
| Less: Fair value adjustment | |
| - Opening balance | (1,088) |
| - Current quarter | (237) |
| | <hr/> (1,325) <hr/> |
| At fair value | <hr/> 804 <hr/> |
| At market value | <hr/> 804 <hr/> |

8 Status of corporate proposals

There were no corporate proposals announced or outstanding as at the date of this report.

9 Borrowings and debts securities

The Group's bank borrowings as at 30 June 2011 are as follows:

| | RM'000 |
|--------------------------------------|--------------------|
| Short term bank borrowings - secured | |
| - Denominated in RM | <hr/> 10,447 <hr/> |

10 Realised and unrealised Profits

The breakdown of retained profits of the Group as at the reporting date, into realised and unrealised profits, pursuant to the directive issued by Bursa Securities on 25 March 2010 and 20 December 2010, is as follows:

| | 30.06.2011 RM'000 | 31.03.2011 RM'000 |
|---|----------------------|----------------------|
| Total retained profits of the Group: - | | |
| - Realised | 24,438 | 21,671 |
| - Unrealised - in respect of deferred tax recognised in the statement of comprehensive income | 302 | 104 |
| - in respect of other items of income and expense | 138 | 1,147 |
| | <hr/> 24,878 <hr/> | <hr/> 22,922 <hr/> |

The determination of realised and unrealised profits is based on the Guidedance on Special Matter No. 1, Determination of Realised and Unrealised Profits or Losses in the Context of Disclosures Pursuant to Bursa Securities Listing Requirements, issued by the Malaysian Institute of Accountants on 20 December 2010.

The disclosure of realised and unrealised profits above is solely for complying with the disclosure requirements stipulated in the directive of Bursa Securities and should not be applied for any other purposes.

11 Off balance sheet financial instruments

The Group does not have any financial instruments with off balance sheet risk as at the date of this report.

12 Changes in material litigation

Please refer to the Summary of Material Litigation attached for further details.

13 Dividends

No dividends have been recommended during the financial quarter under review.

ISS CONSULTING SOLUTIONS BERHAD ("ISS") (675362 - P)

**Additional information required by Bursa Securities Listing Requirements
For the First Quarter Ended 30 June 2011**

14 Profit / (Loss) per ordinary share

(a) Basic profit / (loss) per ordinary share

Basic profit / (loss) per ordinary share for the financial period under review is calculated based on the Group's profit / (loss) after tax and minority interests divided by the weighted average ("WA") number of ordinary shares in issue during the financial period.

| | INDIVIDUAL QUARTER | | CUMULATIVE PERIOD | |
|---|-----------------------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| | THREE MONTHS ENDED 30 JUNE | THREE MONTHS ENDED 30 JUNE | THREE MONTHS ENDED 30 JUNE | THREE MONTHS ENDED 30 JUNE |
| | 2011 | 2010 | 2011 | 2010 |
| Profit / (Loss) after tax and minority interests (RM'000) | 1,956 | (2,829) | 1,956 | (2,829) |
| WA number of ordinary shares in issue ('000) | 1,355,877 | 1,163,969 | 1,355,877 | 1,163,969 |
| Basic profit / (loss) per ordinary share (sen) | <u>0.14</u> | <u>(0.24)</u> | <u>0.14</u> | <u>(0.24)</u> |

(b) Fully diluted earnings per ordinary share

The Group has no potential ordinary shares in issue as at 30 June 2011 and therefore, diluted earnings per share has not been presented.

SUMMARY OF STATUS OF MATERIAL LITIGATION AS AT 19 AUGUST 2011

A. MATERIAL LITIGATION AGAINST THE GROUP

| No. | Parties to the Suit | Case / Summons No. | Court | Latest Status |
|-----|--|---------------------------|--|---|
| 1 | <p>Wills Consulting Pte. Ltd. (Plaintiff) vs Ledge Consulting Pte Ltd (Defendant)</p> <p>Ledge Consulting Pte Ltd (Plaintiff in Counterclaim) vs 1) Wills Consulting Pte. Ltd and 2) William Toh Geok Kim (Defendants in Counterclaim)</p> | MC Suit No. 530 of 2011/D | Subordinate Court of the Republic of Singapore | <p>Ledge Consulting Pte Ltd ("Ledge") has on 22 February 2011, filed its defence together with a counterclaim against Wills Consulting Pte Ltd ("Wills") and one William Toh Geok Kim for, inter alia, the following:-</p> <p>(a) the sum of SGD1,472,353.46 with interest at the rate of 5.33% per annum from the date of issue of the counterclaim to the date of judgment or payment;</p> <p>(b) alternatively the sum of SGD698,269.35 with interest at the rate of 5.33% per annum from the date of issue of the counterclaim to the date of judgment or payment; and</p> <p>(c) costs.</p> <p>The counterclaim is in respect of a writ of summons issued by Wills against Ledge claiming for the sum of SGD64,000 being the outstanding payment for consultancy services pursuant to a letter of offer dated 12 July 2010 which is disputed by Ledge.</p> <p>As the amount of the claim has exceeded the jurisdiction of the Magistrates Court, Ledge has successfully applied to transfer the case to the High Court of the Republic of Singapore.</p> |

SUMMARY OF STATUS OF MATERIAL LITIGATION AS AT 19 AUGUST 2011

B. MATERIAL LITIGATION FOR THE GROUP

| No. | Parties to the Suit | Case / Summons No. | Court | Latest Status |
|-----|---|--------------------|---|---|
| 1 | ISS Consulting (M) Sdn Bhd ("ISS (M)") v TSH Resources Berhad | | Regional Centre for Arbitration at Kuala Lumpur | <p>ISS (M) has served a Notice of Arbitration dated 2 June 2011 on TSH Resources Berhad ("the Respondent") under the Arbitration Act 2005 in the Regional Centre for Arbitration at Kuala Lumpur ("Arbitration"). The amount claimed is as follows :</p> <p>(a) the following special damages:</p> <ul style="list-style-type: none"> i) outstanding sums of RM1,770,560.00 pursuant to invoices issued; ii) outstanding costs on a time and material basis amounting to RM2,193,148.56; iii) air travel, visa applications and accommodation amounting to RM87,403.00; <p>(b) further or alternatively general damages for ISS (M)'s losses and damages;</p> <p>(c) interest on the damages and/or sums awarded at such rate and for such period as deemed fit and just by the Arbitrators; and</p> <p>(d) legal costs and costs of the arbitration proceedings to be borne by the Respondent.</p> <p>The Arbitration is based on the outstanding claims due and owing to ISS (M) by the Respondent, including but not limited to monies due and owing in respect of outstanding invoices for works and/or services done and/or rendered, and expenses incurred by ISS (M) pursuant to the Master Consultancy Services Agreement dated 15 February 2008 and the Supplemental Agreement dated 2 October 2009 entered into between ISS (M) and the Respondent which have been terminated by the mutual consent of both parties.</p> <p>TSH has on 18 August 2011 served their Notice of Arbitration dated 18 August 2011 on ISS (M) which contains in essence a counter claim for general damages to be assessed by the arbitral tribunal, other reliefs and remedies deemed fit; interests and legal costs of the arbitration. TSH has therefore requested that their notice of arbitration and ISS (M)'s Notice of Arbitration be heard by the same arbitrator. TSH is however not agreeable to the arbitrator ISS (M) has proposed and has proposed a different arbitrator. TSH has asked ISS (M) to respond to their proposed arbitrator within 30 days. ISS (M) is in the midst of obtaining its solicitors advice on the next course of action.</p> |