

STATUS OF MATERIAL LITIGATIONS AS AT 19 NOVEMBER 2012

Legal Action against Y&G Corporation Bhd (“Y&G”)

(i) **Lee Hock Soon vs Y&G Corporation Bhd (“Y&G”)
Kuala Lumpur High Court Suit No. D22-840-2009**

There is no further development in this Case since the previous Quarterly Report.

Status: The Honorable Court has, on 27 July 2011, decided in favour of Y&G by dismissing the Plaintiff’s claim with costs. The Plaintiff has filed an appeal to the Court of Appeal on 8 August 2011 and there has been no further development since then till to-date.

(ii) **ICP Marketing Sdn Bhd vs MBSB & Lee Hock Soon & Y&G Corporation Bhd (“Y&G”)
Shah Alam High Court Suit No. MT5-22-209-2002**

Since the previous Quarterly Report, the Plaintiff’s Solicitors had on 14 November 2012 served the Statutory Notice of Demand dated 06 November 2012 pursuant to Section 218 of the Companies Act, 1965 (“the Statutory Notice”) on Y&G, demanding payment of a sum of RM2,300,109.56 as at 30 September 2012 with interest in respect of the Judgement entered on 16 November 2009. Y&G was given twenty-one (21) days from the receipt of the Statutory Notice to pay the aforesaid sum, failing which, a winding-up proceeding may be filed against Y&G.

Status: Y&G is in the midst of seeking legal advice to defend against and/or set aside the Statutory Notice.

(iii) **Lembaga Pembangunan Perumahan dan Bandar (“LPPB”) vs Y&G Corporation Bhd (“Y&G”)
Kota Kinabalu High Court Suit No. K21-29-2010-II**

There is no further development in this Case since the previous Quarterly Report.

Status: There was no further progress since LPPB’s Letter dated 2 July 2012 demanding Y&G to pay the Guaranteed Amount of RM1,767,052.00 till to-date. However, the Management will look forward to negotiating for an amicable settlement with LPPB on this matter.

(iv) **RHB Bank Berhad (“RHB”) vs. Y&G Corporation Bhd (“Y&G”)
Kuching High Court Suit No. KCH-22-184/10-2011**

Since the previous Quarterly Report, Y&G’s Solicitors had on 7 September 2012 filed and served the Notice of Appeal to the Court of Appeal.

Status: Y&G is awaiting for further legal advice on its next course of action.