

STATUS OF MATERIAL LITIGATIONS AS AT 27 FEBRUARY 2014**Legal Action against Y&G Corporation Bhd (“Y&G”)**

- (i) **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
Kuala Lumpur High Court Originating Summons No. 24NCVC-923-05/2013

Since the previous Quarterly Report, the Court had, following the Case Management held on 22 November 2013, fixed the matter for hearing on 21 January 2014. Upon the hearing on 21 January 2014, the Court has allowed the Plaintiff’s suggestion to convert the Originating Summons into a Writ without any order as to costs.

Status: The matter is now fixed for Case Management on 20 March 2014 to enable both parties to file in the bundle of documents, pleadings and other ancillary documents, including fixing of the trial date.

- (ii) **Lembaga Pembangunan Perumahan dan Bandar (“LPPB”) vs Y&G Corporation Bhd (“Y&G”)**
High Court of Sabah and Sarawak at Federal Territory of Labuan Suit No : LBN-22NCVC-8/10-2013

Since the previous Quarterly Report, the Plaintiff had, on 6 December 2013, served a sealed copy of the Judgment in Default of Appearance (Order 13 Rule 1 and Order 42 Rule 5 of the Rules of Court 2012) dated 28 November 2013 (“the Judgment”), adjudging Y&G to pay to the Plaintiff the Guaranteed Sum of RM1,767,052.00 (“the Judgment Sum”) plus 5% statutory interest per annum on the said Judgment Sum (calculated from the date of this Summons until full settlement) and other incidental costs. Y&G was required to obey the Judgment within seven (7) days from the date thereof failing which, the Judgment maybe enforced against Y&G without any reference to Y&G.

Status: Y&G had on 19 November 2013 written to the Plaintiff offering to resolve the matter by proposing to fully settle the Guaranteed Sum via payments-in-kind. Y&G had again through its Letter dated 23 December 2013 proposed to revive the said Development Project. However, LPPB had through its Solicitors’ Letter dated 15 January 2014 replied that in order for LPPB to consider Y&G’s proposal to revive the said Development Project, Y&G was required to remit the Guaranteed Sum of RM1,767,052.00 together with interest and costs within fourteen (14) days from the date thereof. Y&G will revert back to LPPB upon the Management having made their decision soon.

STATUS OF MATERIAL LITIGATIONS AS AT 27 FEBRUARY 2014 (cont'd)

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

- (iii) **RHB Bank Berhad (“RHB”) vs. Y&G Corporation Bhd (“Y&G”)
Kuching High Court Suit No. KCH-22-184/10-2011
Court of Appeal No. Q-02(IM)-2288-09/2012**

Since the previous Quarterly Report, Y&G had received the Respondent Solicitors’ Fax Letter dated 26 November 2013 on even date, offering not to execute the Judgment dated 9 August 2012 entered against Y&G as corporate guarantor on condition that Y&G agreed to withdraw the above-mentioned Appeal and pay the cost of RM10,000.00 that was awarded by the High Court (“the Respondent’s Offer”).

Status: Y&G had accepted the Respondent’s Offer through its Letter dated 27 November 2013 and had proceeded to withdraw the above Appeal via its Letter dated 4 December 2013 to the Court of Appeal including paying the above cost of RM10,000.00. The Case is therefore considered as closed.

- (iv) **John & Partners Construction Sdn Bhd (“JPCSB”) vs. Y&G Corporation Bhd (“Y&G”)
Kuching High Court Originating Summons No. KCH-24-99/6-2013**

Since the previous Quarterly Report, the Court had on few occasions adjourned the hearing date, the last being to 10 February 2014 to allow for exchanges of affidavits between both parties.

Status: On the hearing date of 10 February 2014, both parties tendered their closing submissions and the Court has fixed the matter for ruling on 24 March 2014.