

MyKRIS Limited (MyKRIS)

Disclosure relating to dispute with ACN Systems Solutions SDN BHD

MyKRIS wishes to advise the market that one of its subsidiaries, MyKRIS Asia Sdn Bhd (MyKRIS Asia), is one of eight (8) defendants to legal proceedings instituted by ACN System Solutions Sdn Bhd (ACN).

The advice of the Malaysian legal counsel representing MyKris Asia in its defence of the proceedings is that the claim by ACN is without basis and unsustainable.

On 15 March 2012 the Kuala Lumpur High Court directed the parties to file a statement of agreed facts and statement of agreed issues to be tried. Whilst this has not altered the opinion of the Malaysian legal counsel to Mykris Asia that ACN's claim is without basis and unsustainable, "it is possible that the claim might be the subject of public comment, and MyKRIS wishes to make the market aware of the material details of the claim", said Mr Chew, the Executive Chairman of MyKRIS.

ACN, by virtue of Kuala Lumpur High Court Summons Number S-22-720-2010 instituted legal action against MyKRIS Asia and seven other defendants (Defendants), including two (2) of the Directors of MyKRIS and MyKRIS Asia, for a sum of RM11,626,400 (being approximately NZ\$4,650,000 at the current exchange rate) as well as general damages, exemplary damages and punitive damages together with interest.

In its written statement of claim made after MyKRIS Asia explored a potential transaction with ACN which did not proceed, ACN issued proceedings alleging conspiracy between MyKRIS Asia and all of the other Defendants to injure ACN by (among other things) using its software and soliciting its business and thereby cause loss and damage to ACN.

"MyKRIS management reviewed the file in detail and advised their Board that they considered there was no valid basis for the claim", said Mr Chew.

"MyKRIS Asia has also been consistently advised by its Malaysian legal counsel that based on the available evidence and facts, ACN's claim is without basis and unsustainable, and that the claim will eventually be dismissed by the Court", he said.

MyKRIS will update the market with all significant developments in relation to the claim.

For further information
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