

NZX RELEASE – POST MYKRIS ANNUAL MEETING

13 September 2012

Mykris Ltd held its inaugural annual meeting in Auckland today.
The meeting was chaired by Mr Brent King

The main speaker was the Executive Chairman Mr Chew, who gave the meeting a very positive report outlining the company's background and future.

The major points in Mr Chew's speech were

The Malaysian economy

- GDP growth largely domestic driven and is expected to be sustained at 5-6% in 2012.
- The contribution of the ICT industry to GDP is targeted to increase to 10.2% by 2015.
- Managed Internet Service is expected to grow - projected 3.3 million broadband subscribers by 2012.
- Growth will likely come from WIMAX, Wi-Fi and 3G/4G connections.

The Malaysian subsidiaries

- MyKRIS Asia - Tier 1 licensee of Internet Content & Services Provider (ICSP) specializing in offering;
 - Managed Broadband Services,
 - One stop High Speed Internet Access (HSIA) Services,
 - Web-based Application Software; and
 - e-Commerce Solutions.
- MyKRIS Net - Multimedia Super Corridor (MSC) status and Pioneer Status by Ministry of Finance Malaysia.
- The Pioneer Status granted the company full tax exemption on 100% of the statutory income for the first 5 years.

The Mykris Group

- Revenue of Mykris Group since the subsidiaries were acquired on 21/12/11 was NZ\$1.455m
- More than 80% revenue derived from Managed Internet Services in Malaysia
- Group net loss is NZ\$0.36m
 - After writing-off of one time listing expenses of NZ\$0.51m
 - After goodwill amortization of NZ\$0.28m
- No borrowings; Net cash position of NZ\$1.336m as at 31/3/2012
- This year result is expected to be encouraging;
 - 2 significant new contracts won, total worth of NZ\$2.85m being Pan Pacific Hotel KLIA and Malaysia Airports (Sepang) Sdn Bhd.
 - New opportunities are being explored in Australia and New Zealand

In response to questions Mr Chew advised

Q What were the plans to use the cash balances.

A The company was looking at all opportunities. This included investments and acquisitions in a number of countries including New Zealand. The company hopes to be able to announce plans in the near future.

Q What the company be looking for a rights issue or capital raising.

A The company has no plans to raise any cash at this time. Mykris is generating sufficient cash to meet current and projected needs.

Q What are the main challenges for our business in Malaysia.

A The main challenge is price, especially if Mykris was to compete with the major telecommunications companies. However Mykris has developed an unique position for itself with the provision of a managed internet service. These managed services create additional value for the clients who are willing to pay a premium for that additional value.

Q Do you expect that Mykris will need to invest heavily on capital expenditure.

A Mykris through its subsidiary , MyKRIS Net, has already developed its own wireless technology, which can be deployed at relatively low cost compared the cost of building or renting the infrastructure required for wired (copper or fibre cables) internet. The wireless network can be extended without large capital expenditure.

The slides from Mr Chew's presentation are attached.

The results of the meeting are as follows:

Resolution 1 - To receive and consider the Annual Report, including the audit report and financial statements, for the year ended 31 March 2012 - carried

Resolution 2 – To consider and, if thought fit, to pass the following ordinary resolution in accordance with sections 196 and 197 of the Companies Act 1993: “That WHK be re-appointed as auditors of the Company” - carried

Resolution 3 - To consider and, if thought fit, to pass the following ordinary resolution: “That Chew Choo Soon, who retires by rotation and is eligible for re-election, be elected as a director of the Company.” – carried

Resolution 4 - To consider and, if thought fit, to pass the following ordinary resolution: “That Brent Douglas King, who retires by rotation and is eligible for re-election, be elected as a director of the Company.” – carried

For further information please contact:

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