

## **MEDI-FLEX LIMITED**

(Incorporated in the Republic of Singapore)  
(Company Registration Number 200312754H)

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### **Monthly Update on Legal Proceedings involving a principal subsidiary of the Company**

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Further to the Company's announcement dated 5 July 2010, the Company wishes to inform its shareholders that the hearing of Flexitech Sdn. Bhd.'s ("**Flexitech**") application ("**Striking Out Application**") at the Kuala Lumpur High Court on 5 August 2010 to strike out the winding up petition no. D-28-NCC-276-2010 which was served on Flexitech on 27 April 2010 pursuant to a statutory notice of demand under Section 218(1)(e) and (2)(a) of the Malaysian Companies Act, 1965 served on Flexitech on 16 March 2010 was adjourned and a case management date was fixed on 23 September 2010 to enable parties to the Striking Out Application to exchange their respective affidavits.

Meanwhile, the Company wishes to inform its shareholders that Flexitech has, on 26 April 2010, filed a lawsuit at the Shah Alam High Court vide Suit No. 22-539-2010 ("2nd Suit") against Piramax Sdn. Bhd. ("**Piramax**") for: (i) a declaration that the amount claimed by Piramax from Flexitech is a disputed debt; (ii) a declaration that the amount claimed by Piramax from Flexitech is set off against Flexitech's counter claim in the Shah Alam High Court Suit No. 22-69-2008; (iii) an order for Piramax to produce all record of accounts for the transaction with Flexitech between the years 2005 to 2008; (iv) an injunction restraining Piramax from filing, presenting, advertising or prosecuting a winding up petition against Flexitech until disposal of the 2nd Suit or such further order; and (v) in the alternative, an injunction restraining Piramax from filing, presenting, advertising or prosecuting a winding up petition against Flexitech until the disposal of Flexitech's appeal to the Malaysia Court of Appeal vide Suit B-02(IM)-403-2010. On 27 April 2010, Flexitech has applied for an interim injunction to restrain Piramax from filing, presenting and/or prosecuting a winding up petition against Flexitech ("**Interim Injunction Application**"). The Shah Alam High Court has fixed a case management date for the Interim Injunction Application on 21 September 2010 to enable parties to the 2<sup>nd</sup> Suit to exchange their respective affidavits.

The Company will update its shareholders via SGXNET on monthly basis pursuant to Rule 704(20) of the Rules of Catalist in respect of the above legal actions.

By Order of the Board

Lee Kim Meow  
Managing Director

Date: 5 August 2010

This announcement has been prepared by the Company and reviewed by the Company's sponsor, CNP Compliance Pte. Ltd. ("Sponsor"), for compliance with the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement including the accuracy or completeness of any of the information disclosed or the correctness of any of the statements or opinions made or reports contained in this announcement. This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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