

31 May 2016

CHAIRMAN'S ADDRESS TO THE 2016 ANNUAL GENERAL MEETING

Dear shareholders,

It gives me great pleasure to present to all our shareholders our 2015 annual report. The reported performance represents a substantial improvement over our prior year performance for 2014. We were profitable in 2015. We achieved operating income of RM 2,568,774 which enabled us to accelerate our R&D amortization to improve our balance sheet. In 2015 we achieved total sales revenues of RM 10,924,160. This is a 52% increase over our sales revenues in 2014. The improved performance was contributed mainly by our proprietary community and messaging software contracts/ programs plus our new launched MAGIC X6 large screen smart phone products. There is a huge sales potential for our products in the international market.

I am pleased to report we have achieved success to secure a patent in Malaysia for the Company's IP/product innovation after more than 5 years of application. The patent is in recognition for our innovative engineering design to develop a table/handheld PC which has integrated telephony with full computing capability. In the coming year we will develop and launch new products based on our patent to achieve competitive advantage for all our products in the global market. And we will seek patent protection in the other major global markets.

This year we aim to secure some US\$10million in equity funding. The funds will help us to file patent applications in other major markets. In particular, our plans include:

- Seeking new markets for our proprietary messaging software platforms.
- Developing a new software user interface product which will be embedded in all our products/ devices to make all our products unique and addictive to use.
- Aiming to use our patent to develop and launch the world's first smart phone with full computing capability we called SUPERPHONE.
- Adding a new product range to supplement our current successful smart phone product and extending our product distribution and sales in other regional markets, in particular, Europe and Australia.

In closing, I would like to extend my sincere thanks to all our shareholders, suppliers and business partners for their strong support in the past years. I am confident that with their continued support we will achieve greater success in the years ahead.

Sincerely

Cheng Pheng Loi
Chairman