



## General Announcement

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### Company Information

Main Market Company

New Announcement

**Submitting Investment**

**Bank/Advisor (if applicable)**

**Submitting Secretarial Firm (if applicable)**

* Company name	PACIFICMAS BERHAD
* Stock name	PACMAS
* Stock code	4782
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Type \*

Announcement

Subject \*:

PACIFICMAS BERHAD ("PacificMas" or "the Company")  
- Litigation between Pac Lease Sdn Bhd and Kenseisha (M) Sdn Bhd

**Note: If the announcement is a long announcement, please summarize the announcement in the contents and enter the details of the announcement in the Announcement Details or attached the full details of the announcement as attachment.**

**Contents \*:-**

*(This field is to be used for the summary of the announcement)*

PacificMas wishes to announce that on 25 October 2010, Pac Lease Sdn Bhd ("Plaintiff"), a wholly-owned subsidiary of PacificMas, obtained judgment against Kenseisha (M) Sdn Bhd ("Defendant"), a hirer under a Hire Purchase Agreement (Non-Act) with Pac Lease Sdn Bhd ("Pac Lease") for the acquisition of new computer system & peripherals and machinery, for the recovery of the outstanding principal sum including interest totalling RM1,068,363.74 ("Outstanding Sum") together with judgment interest effective from 13 March 2010 to date of settlement.

The details of the litigation against Kenseisha (M) Sdn Bhd ("KMSB") are as follows:-

- On 26 April 2010, Pac Lease initiated legal action against KMSB for the recovery of the Outstanding Sum. The Outstanding Sum did not exceed 5% of the Group's net profit for the financial year 2009 (the latest audited financial statements).
- On 25 October 2010, Pac Lease obtained the High Court's judgment against KMSB for the Outstanding Sum together with judgment interest effective from 13 March 2010 to date of settlement.
- On 11 November 2010, KMSB filed an appeal at the Court of Appeal to set aside the judgment and hearing of the appeal has been fixed on 9 February 2011. Based on the grounds decided by the High Court, Pac Lease's lawyers are of the opinion that the chances are fairly good at the Court of Appeal in favour of Pac Lease.

Pac Lease has made full provision for the Outstanding Sum in the financial year 2010. Consequently, the Group's results for the financial year ended 31 December 2010 was impacted by the specific allowance for this impaired loan.

In the event Pac Lease loses the case at the Court of Appeal, the expected additional losses arising from the litigation are the estimated legal cost of RM50,000.00 and non-recovery of the judgment interest.

The litigation did not have any operational impact on the PacificMas Group ("the Group").

This announcement is dated 26 January 2011.

**Announcement Details :-**

*(This field is for the details of the announcement, if applicable)*

**Attachment(s):- (please attach the attachments here)**

- No Attachment Found -

**Tables Section - This section is to be used to create and insert tables. Please make the appropriate reference to the table(s) in the Contents of the Announcement:**