

General Announcement

Initiated by **MECHMAR CORPORATION** on **08/04/2010 05:40:24 PM**
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Submitted**Company Information****Main Market Company****New Announcement****Submitting Investment Bank/Advisor (if applicable)****Submitting Secretarial Firm (if applicable)**

* Company name	MECHMAR CORPORATION (MALAYSIA) BERHAD
* Stock name	MECHMAR
* Stock code	3808
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Type *

Announcement

Subject*:

MECHMAR CORPORATION (MALAYSIA) BERHAD (13380-M) ("Mechmar or The Company")
STATUTORY NOTICE PURSUANT TO SECTION 218 OF THE COMPANIES ACT, 1965

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)

We refer to our announcement made on 31 March 2010 in respect of a notice sent by Public Bank (L) Ltd ("PBLL") pursuant to Section 218 of the Companies Act, 1965.

PBLL is claiming for a sum of USD581, 357.38 (equivalent to RM1, 963,243.87) being the outstanding loan as per their record.

The Board is pleased to inform that PBLL has accepted repayment options under the Company's Regularisation Plan under PN17 towards settlement of their balance outstanding loan and will not proceed further on the S218 notice.

This announcement is dated 8 April 2010.

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.