

NSX ANNOUNCEMENT

Unless otherwise defined or the context otherwise permit, capitalised terms used in this announcement shall have the meanings given to them in the Company's market updates dated 2 July 2018 and 15 August 2018, and announcement dated 11 July 2018

14 September 2018

MONTHLY UPDATE ON THE PROGRESS OF THE REQUOTATION PLAN

I Synergy Holdings Berhad (NSX:ISY) (the **Company**) in pleased to provide the first monthly update on the progress of the Requotation Plan.

Work progress to the previous month

During the period from 16 August 2018 to 14 September 2018:

- the Auditor reviewed the information which it had obtained during its audit field work, and have followed up on clarification of certain outstanding audit issues;
- Target Company completed the registration of a wholly-owned subsidiary (**WFOE**) in China, and commenced the necessary procedures to register the transfer of the entire equity capital of the Operating Company to WFOE. On completion of these procedures, the intended corporate structure of the Target Group will be in place.
- the Company appointed Masleena, Yee & Partners as Malaysian legal counsel, who opined and advised the Company that the Malaysian Takeover Code does not apply to the Company in relation to the Proposed Acquisition;
- the Company appointed Fujian Utrust Law Firm to perform legal due diligence on the Target Group's child entities which are registered in and operate in China; and
- the Company appointed Eaton Hall, an experienced and qualified Perth-based law firm as Australian legal counsel to advise the Company on Australian takeover provisions which the Company will voluntarily comply with in relation to the Acquisition, and to review the Suitability for Listing Submission and the notice of extraordinary general meeting together with explanatory notes to accompany the notice of meeting.

Work plan for the coming month

The work plan for the coming month is to:

- commence and complete the Chinese legal due diligence. Chinese legal due diligence will commence when the complete corporate structure of the Target Group is in place; and
- draft and finalize the Suitability for Listing Submission.

Indicative time-table - snapshot

In the market update which the Company announced on 2 July 2018, the Company set out an indicative time-table towards the implementation of the Re-quotation Plan. The Company presents below a snapshot of this indicative time-table together with the status or progress report, as the case may be, of each milestone as of the date of this monthly update.

| Milestone | Initial target date | Status or progress report, as appropriate |
|--|---|--|
| Sign Placement Agreement | 2 July 2018 | Completed. |
| Complete the subscription of new Shares under the Placement Agreement | 10 July 2018 | Completed. |
| Sign Definitive Agreement | 13 July 2018 | Completed. |
| Complete due diligence on Target Company | 24 August 2018 (Rescheduled to 19 September 2018) | The Company expects this to be completed on 28 September 2018 Fujian Utrust Law Firm expect to commence fieldwork on the week of 24 September 2018, and expects to complete the legal due diligence in 3 weeks. |
| Submit Suitability for Listing Submission to NSX [@] | 31 August 2018 (Rescheduled to 19 October 2018) | To commence when due diligence is substantially completed. |
| Submit draft of notice of extraordinary general meeting for NSX's perusal [@] | 14 September 2018 (Rescheduled to 19 October 2018) | To commence when due diligence is substantially completed. |
| Dispatch notice of extraordinary general meeting | 12 October 2018 (Rescheduled to 23 November 2018) | After, and only if, the NSX accepts the Company's Suitability for Listing Submission. |

[@] The Company envisages that it will submit these for NSX's concurrent review

Cautionary note

Shareholders and investors should note that there is no assurance that the results of Due Diligence will be satisfactory or that NSX will accept the Company's Suitability for Listing Submission in relation to the Target Group. In the event either or both these events do not occur, the Company's ability to seek re-quotation of its securities will be adversely affected. Therefore, Shareholders and investors are advised to exercise caution when dealing in the Company's securities.

For and on behalf of
I Synergy Holdings Berhad



Dato' Teo Chee Hong
Director