

Dear Shareholders,

IMPLEMENTATION OF ELECTRONIC DIVIDEND PAYMENT (“eDividend”)

This letter is issued by the Company in support of Bursa Malaysia Securities Berhad (“Bursa Securities”) to create greater awareness of the benefits of eDividend and participation in shareholder education relating to the implementation of eDividend. The eDividend refers to the payment of cash dividends by a listed issuer to its shareholders by directly crediting the shareholder’s dividend entitlement into his/her bank account.

The main objectives of implementing eDividend are, amongst others, to promote greater efficiency of the dividend payment system and to put the Malaysian market on par with practices in other regional markets in relation to receipt of dividend proceeds by shareholders.

1.0 Benefits of eDividend

1.1 The benefits of eDividend include, amongst others:-

- (1) Faster access to your cash dividends as your entitlement is credited directly into your bank account.
- (2) Elimination of unclaimed dividends as there is certainty of receipt by the shareholders.
- (3) The convenience of not having to deposit the dividend cheques into your bank accounts.
- (4) The option of providing one bank account for all your Central Depository System (“CDS”) accounts in respect of dividends from all listed issuers, as compared to having to register for electronic payment with each listed issuer.
- (5) Better account management with the option to consolidate the dividends from all the CDS accounts into one bank account.

2.0 Registration for eDividend

2.1 The registration for eDividend has commenced on **19 April 2010** for a period of one (1) year until 18 April 2011, at no cost to the shareholders. If you register after the one (1) year period, an administrative charge will be imposed.

To register for eDividend, you are required to provide to Bursa Malaysia Depository Sdn Bhd (“Bursa Depository”) through your stockbroker, your bank account number and other information as in the prescribed form. This form can be obtained from your stockbroker’s office where your CDS account is maintained, or downloaded from Bursa Securities’ website <http://www.bursamalaysia.com/website/bm/trading/edividend.html>.

2.2 You need to submit to your stockbroker’s office where your CDS account is maintained, the duly completed prescribed form and the following for registration:-

- (a) For individual depositor: Copy of identification documents i.e. NRIC, Passport, Authority Card or other acceptable identification documents. Original documents must be produced for your stockbroker’s verification;

For corporate depositor: Certified true copy of the Certificate of Incorporation/Certificate of Registration; and

- (b) Copy of your bank statement / bank savings book /details of your bank account obtained from your bank's website that has been certified by your bank/copy of letter from your bank confirming your bank account particulars. For individuals, original documents must be produced for your stockbroker's verification. For corporate entities, a certified true copy is to be submitted.

If the CDS account is held in the name of the nominee, the nominee will register for the eDividend.

- 2.3 If you are not able to be present at your stockbroker's office to submit the prescribed form and supporting documents, please ensure that the signing of the prescribed form and supporting documents have been witnessed by an acceptable witness specified by Bursa Depository whom includes an Authorised Officer of your stockbroker, a Dealer's Representative, a Notary Public and an Authorised Officer of the Malaysian Embassy/High Commission.

3.0 Notification of eDividend

- 3.1 You are encouraged to provide in the prescribed form to Bursa Depository both your mobile phone number and e-mail address, if any. This is to enable the Company to issue notification to you via either sms or e-mail, at the discretion of the Company, once the Company has paid the cash dividend out of its account. You will continue to receive your dividend warrant or tax certificate as long as the law requires it.
- 3.2 Once you have registered for eDividend, any cash dividend entitlement of which the books closure date is announced by the Company on or after 1 September 2010, shall be paid to you via eDividend.

The Company looks forward to a successful implementation of the eDividend through your active participation. If you have any query relating to eDividend, please do not hesitate to contact the following persons :-

Name	Designation	Contact Number
Chong Siew Hoong	Company Secretary	03-2167 8078
Ong Hua Meng	Company Secretary	03-2167 8088
Felicity Woo	Secretarial - Asst Manager	03-2167 8009
Corrine Tan	Secretarial - Executive	03-2167 8006

You may also contact Bursa Malaysia Customer Care Centre at Tel: **03 2732 0067** or email : **edividend@bursamalaysia.com** on the matter. The Frequently Asked Questions on eDividend is available for access at Bursa Securities' website at: **<http://www.bursamalaysia.com/website/bm/trading/edividend.html>**.

Thank you.

Yours faithfully
For and on behalf of the Board of
MBf HOLDINGS BERHAD

Lee Chaing Huat
Chairman