

Announcement

Subject : PARAGON UNION BERHAD ("PUB")
TERMINATION OF SALE OF SHARES AGREEMENT ("SSA")

Date Announced : 03/04/2009

Reference No. : CC-090403-9CBBE

Type : Announcement

Company Name : Paragon Union Berhad

Stock Name : Paragon

Content:

PUB wishes to inform Bursa Malaysia Securities Berhad that further to PUB's announcements on 12 March 2009 and 3 April 2009, its lawyer had on 3 April 2009 issued a Letter of Demand to Liw Jun Wai, one of the vendors of Dominion Park Sdn Bhd ("DPSB") (holding 25% of the issued and paid-up share capital of DPSB) to demand for repayment of the sum of RM4,950,000.00, being the amount due and owing by Liw Jun Wai to PUB comprising of RM4,500,000.00 as the monies paid to Liw Jun Wai by PUB under the SSA dated 19 August 2008 and RM450,000.00 as the liquidated and ascertained damages payable to PUB by Liw Jun Wai pursuant to the termination of the SSA dated 19 August 2008.

In addition to the above, PUB also demanded for interest payment at the rate of 8% per annum calculated on a daily basis on the outstanding amount of RM4,950,000.00 due to PUB from 11 March 2009 up to the date of full settlement.

Further announcement on the development of the above matter will be made to Bursa Malaysia Securities Berhad in due course.