

NERA TELECOMMUNICATIONS LTD
Company Registration No. 197802690R

CLAIM BY MBF CARDS (M'SIA) SDN BHD

The Board of Directors of Nera Telecommunications Ltd (“the **Company**”) wishes to announce that the Company’s wholly-owned subsidiary, Nera Infocom (M) Sdn Bhd (“**Nera Infocom**”), has received a claim from MBF Cards (M’sia) Sdn Bhd (“**MBF**”) for losses and damages amounting in aggregate to RM10.7 million (approx. S\$4.5 million) (the “**Claim**”) in relation to a Maintenance and Service Agreement dated 4 April 2005 between Nera Infocom and MBF.

Nera Infocom strongly disputes the amount of Claim and is currently seeking legal advice.

Further updates will be provided by the Company in due course.

BY ORDER OF THE BOARD

Submitted by Tan Cher Liang, Company Secretary to the SGX on 30/7/2010