

News Release

JOHOR SULTAN EMERGES WITH 20% STAKE IN REDTONE

Kuala Lumpur, Monday (March 16, 2015) – His Royal Highness, DYMM Sultan Ibrahim of Johor has emerged as the single largest individual shareholder in REDtone International Bhd (REDtone) with a 20% stake after converting his warrants and ICULS (Irredeemable Convertible Unsecured Loan Stocks) to ordinary shares and buying the shares from the market.

DYMM Sultan Ibrahim has been steadily accumulating shares in the integrated telecommunications solutions provider over the past one year. Prior to the warrants and ICULS conversion, His Royal Highness held a 4.8% stake in REDtone.

REDtone chairman Datuk Seri Syed Ali bin Tan Sri Syed Abbas Al Habshee has welcomed DYMM Sultan Ibrahim as a substantial shareholder. “We are excited to have Tuanku as one of our major shareholders especially at a time when we are aiming to further solidify our growth and widen our profits.

“We are honoured too as it is definitely a vote of confidence for the management, the company and its future prospects. The Group has done well, having posted three consecutive years of profit since FY’12. With a major shareholder of Tuanku’s stature, REDtone’s position in the telco industry will be further strengthened,” said Datuk Seri Syed Ali in a statement to the media today.

He added, “All four of REDtone’s key businesses namely telecommunication services, managed telecommunications network services, managed value-added services and mobile services are growing well. Backed by our strong core competencies, we now hope to be able to further expand our business in the State of Johor to capitalize on the robust growth there and at the same time play a significant role to assist in the creation of more employment opportunities in the State.”

Another substantial shareholder of REDtone is Berjaya Corporation Group. Its Chairman and CEO Dato' Sri Robin Tan Yeong Ching commented, "I am very pleased to hear of DYMM Sultan Ibrahim increasing his stake in REDtone. This augurs well for the company given that Tuanku is known to be an astute investor with a keen eye for companies and businesses with strong fundamentals and good growth potential."

Following the conversion of REDtone warrants which expired on March 4 2015, REDtone's enlarged share capital now stands at over RM66.8 million, comprising 668 million shares of 10 sen per share.

For its FY'14, REDtone posted revenue of RM141.76 million with pre-tax profit of RM27.42 million.

About REDtone International Bhd

REDtone International Bhd is an integrated telecommunications solutions provider catering to niche market segments. It is listed on Bursa Malaysia. A well respected home-grown brand founded in 1996, REDtone has evolved from a voice provider to one that offers an extensive range of services under four main categories: (i) **telecommunications services** – it offers data and voice services to government, enterprises and SMEs. REDtone is the only service provider in the industry to provide infrastructure integration expertise. Its access to a unique suite of last mile technologies also enables it to offer broadband-on-demand. (ii) **managed telecommunications network services** – this includes building, maintaining and operating large scale WiFi hotspots, base stations and fiber infrastructure. (iii) **managed value-added services** – it offers data centre services, cloud services and applications and healthcare solutions to enterprises, government and healthcare industry. (iv) **mobile services**.

Beyond Malaysia, REDtone operates in Shanghai, China under REDtone Asia Inc, a US OTC Bulletin Board-listed company. Its China business is discounted call services and mobile reload.

REDtone's strong commitment in R & D has yielded technological innovations that have won the Multimedia Super Corridor (MSC) status company over 22 awards in Malaysia and abroad. It currently has eight patents pending for its technological breakthroughs. For more information, please visit www.redtone.com.

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