

NOTICE IS HEREBY GIVEN that the Fifth Annual General Meeting of the Company will be held at G Hotel, 168A Persiaran Gurney, 10250 Penang, Malaysia on Thursday, 29 May 2008 at 10.00 am for the following purposes:

A G E N D A

As Ordinary Business:

1. To receive the Audited Financial Statements for the financial year ended 31 December 2007 together with the Reports of Directors and Auditors thereon. **Resolution 1**

2. To approve the payment of a first and final dividend of 0.68 sen per ordinary share of 10 sen each which consists of 0.50 sen less 26% income tax and 0.18 sen tax exempt dividend for the financial year ended 31 December 2007. **Resolution 2**

3. To approve the payment of Directors' Fees of RM176,000 for the financial year ended 31 December 2007. **Resolution 3**

4. To re-elect the following Directors retiring pursuant to Article 100 (1) of the Company's Articles of Association and who, being eligible, offer themselves for re-election:

4.1 Dato' Mahinder Singh Dulku, D.S.P.N., P.K.T. **Resolution 4**
4.2 Mr. Chuah Kim Chiew **Resolution 5**

5. To re-appoint Messrs Ernst & Young as Auditors of the Company until the next Annual General Meeting of the Company and to authorise the Directors to fix their remuneration. **Resolution 6**

As Special Business:

6. To consider and, if thought fit, to pass the following Ordinary Resolution:

Authority under Section 132D of the Companies Act, 1965 for the Directors to issue shares

Resolution 7

"THAT, subject always to the Companies Act, 1965, the Articles of Association of the Company and the approvals of the relevant government / regulatory authorities, the Directors be and are hereby authorised, pursuant to Section 132D of the Companies Act, 1965, to allot and issue shares in the Company at any time until the conclusion of the next Annual General Meeting and to such person or persons, upon such terms and conditions and for such purposes as the Directors may, in their absolute discretion deemed fit, provided that the aggregate number of shares to be issued does not exceed 10% of the issued share capital of the Company for the time being and that the Directors are also empowered to obtain the approval from the Bursa Malaysia Securities Berhad for the listing and quotation for the additional shares to be issued."

7. To transact any other business of which due notice shall have been given in accordance with the Company's Articles of Association and the Companies Act, 1965.

NOTICE OF DIVIDEND ENTITLEMENT

NOTICE IS ALSO HEREBY GIVEN that a first and final dividend of 0.68 sen per ordinary share of 10 sen each which consists of 0.50 sen less 26% income tax and 0.18 sen tax exempt dividend for the financial year ended 31 December 2007, if approved, will be paid on 18 August 2008 to depositors registered in the Record of Depositors of the Company on 28 July 2008.

A depositor shall qualify for entitlement only in respect of:

- a) Shares transferred into the depositor's securities account before 4.00 pm on 28 July 2008 in respect of ordinary transfers; and
- b) Shares bought on Bursa Malaysia Securities Berhad on a cum entitlement basis according to the Rules of Bursa Malaysia Securities Berhad.

By Order of the Board

LAM VOON KEAN (MIA 4793)

LEE YAP KUAN (MAICSA 7003482)

Joint Secretaries

Penang

6 May 2008

Notes:

Appointment of Proxy

1. A proxy may but need not be a member of the Company and the provisions of Section 149(1)(b)&(c) of the Companies Act, 1965 shall not apply to the Company.
2. For a proxy to be valid, the Form of Proxy duly completed must be deposited at the Registered Office of the Company, Suite 2-1, 2nd Floor, Menara Penang Garden, 42-A Jalan Sultan Ahmad Shah, 10050 Penang, Malaysia not less than forty-eight (48) hours before the time appointed for holding the meeting.
3. A member shall be entitled to appoint more than one (1) proxy to attend and vote at the same meeting.
4. Where a member appoints two (2) or more proxies, the appointment shall be invalid unless he specifies the proportions of his shareholding to be represented by each proxy.
5. If the appointor is a corporation, the Form of Proxy must be executed under the corporation's seal or under the hand of an officer or attorney duly authorised.
6. Where a member of the Company is an authorized nominee as defined under the Central Depositories Act, it may appoint at least one proxy in respect of each securities account it holds with ordinary shares of the Company standing to the credit of the said securities account.

Explanatory Note on Special Business

Resolution 7

Authority under section 132D of the Companies Act, 1965 for the Directors to issue shares

The Ordinary Resolution 7 proposed under agenda 6, if approved, will give the Directors of the Company authority to issue shares in the Company up to an amount not exceeding 10% of the total issued capital of the Company for the time being for such purposes as the Directors consider would be in the best interest of the Company. This authority, unless revoked or varied by the shareholders of the Company in general meeting will expire at the conclusion of the next Annual General Meeting.

STATEMENT ACCOMPANYING NOTICE OF FIFTH ANNUAL GENERAL MEETING PURSUANT TO PARAGRAPH 8.28(2) OF BURSA MALAYSIA SECURITIES BERHAD LISTING REQUIREMENTS

1. Retirement and re-election of the Directors at the Fifth Annual General Meeting

Directors retiring by rotation pursuant to Article 100(1) of the Articles of Association and seeking re-election are as follows:

- (a) Dato' Mahinder Singh Dulku, D.S.P.N., P.K.T.
- (b) Mr. Chuah Kim Chiew

The details of the Directors who are seeking re-election are set out in their personal profiles under Profile of Directors in this Annual Report.

Shareholdings of the said Directors above in the Company and its subsidiaries are disclosed under the Analysis of Shareholdings in this Annual Report.

2. Fifth Annual General Meeting of Dreamgate Corporation Bhd.

Place : G Hotel, 168A Persiaran Gurney, 10250 Penang

Day, Date & Time : Thursday, 29 May 2008 at 10.00 am