

**AXINGTON INC.**  
(Company Registration No.: LL12218)  
(A Company incorporated under the Labuan Companies Act 1990, Malaysia)

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**RESPONSE TO THE SUBSTANTIAL AND RELEVANT QUESTIONS FROM SHAREHOLDERS FOR THE  
EXTRAORDINARY GENERAL MEETING TO BE HELD ON 27 MAY 2022**

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The Board of Directors ("**Board**") of Axington Inc. ("**Company**" and, together with its subsidiaries, the "**Group**") refers to questions raised by shareholders of the Company ("**Shareholders**") in respect of the following:

- (a) the circular to Shareholders dated 5 May 2022 in relation to the proposed cancellation of shares and proposed distribution; and
- (b) the Company's notice of extraordinary general meeting ("**EGM**") dated 5 May 2022.

The Company wishes to thank Shareholders who have submitted their questions in advance of the EGM. In respect of certain questions raised by Shareholders which are repetitive and/or similar in nature, the Company will consolidate such questions and provide a single response only.

The Company wishes to inform that the responses to substantial and relevant questions submitted by Shareholders which have not already been addressed, are published and enclosed as Appendix A of this announcement.

By Order of the Board

Ang Chiang Meng  
Executive Director  
26 May 2022

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*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. ("**Sponsor**"), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst.*

*This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made, or reports contained in this announcement.*

*The contact person for the Sponsor is Mr. Pong Chen Yih, Chief Operating Officer, 7 Temasek Boulevard, #18-03B Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.*

## Appendix A

<b>Substantial and Relevant Questions</b>	<b>Company's Response</b>
<p>Please explain the rationale why the EGM resolution on the proposed dividend and proposed capital reduction is contingent on the passing of the resolution for the proposed cancellation?</p>	<p>The original intention is to effect the proposed cancellation first (which involves the cancellation of the unpaid shares held by Kerrigan), followed by the proposed capital reduction and proposed dividend, in view that Kerrigan, as a shareholder, should only stand to benefit from the proposed distribution in respect of the shares it has paid for.</p> <p>However, the Company has been advised that under Labuan laws, solvency declarations would have to be maintained at the registered office of the Company for a 6-week period after each resolution has been passed. Separate solvency declarations are required for the proposed cancellation and the proposed capital reduction.</p> <p>As such, to i) avoid the Company incurring additional costs in convening two EGMs, and serving two consecutive 6-week exposure periods and ii) effect the proposed distribution as soon as possible, the Company was advised by its Labuan lawyers and trust company to make the resolutions inter-conditional in order for the 6-week exposure periods to run concurrently. This would also ensure that Kerrigan would not benefit in respect of the shares it has not paid for.</p>