

AXINGTON INC.
(Incorporated under the Labuan Companies Act 1990, Malaysia)
(Company Registration No. LL12218)

APPLICATION FOR EXTENSION OF TIME TO SUBMIT PROPOSAL FOR RESUMPTION OF TRADING

The board of directors (“**Board**”) of Axington Inc. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers shareholders of the Company (“**Shareholders**”) to:

- a) the announcement dated 31 August 2020 in relation to the request for a voluntarily suspension, pending the release of an announcement(s) in relation to strategic changes to be made in the business direction of the Company; and
- b) the announcement dated 6 April 2021 stating that the Company had, on 1 April 2021, notified the Singapore Exchange Securities Limited (“**SGX-ST**”) (via the Company’s sponsor) of its cash company status pursuant to Rule 1017 of the SGX-ST Listing Manual Section B: Rules of Catalyst (“**Catalist Rules**”),

(collectively, the “**Announcements**”).

Unless otherwise defined herein, capitalised terms used herein shall bear the same meaning ascribed to them in the Announcements.

CATALIST RULES

Pursuant to Rule 1304(1) of the Catalist Rules, if trading of the listed securities of an issuer is suspended under Rule 1303(3) of the Catalist Rules, it must submit a proposal (or proposals) (“**Resumption Proposal**”) through its sponsor to the SGX-ST with a view to resume trading in the issuer’s securities within 12 months of the date of suspension. If no resumption proposals are received to enable trading to resume within 12 months of the date of suspension, the SGX-ST may remove the issuer from the Official List.

Trading in the shares of the Company have been suspended (“**Trading Suspension**”) since 31 August 2020 and the Company is required to submit a Resumption Proposal by 30 August 2021.

Pursuant to Rule 1017(2) of the Catalist Rules, the SGX-ST will proceed to remove the Company from the Official List if it is unable to meet the requirements for a new listing within 12 months from the time it becomes a cash company. The issuer may (through its sponsor) apply to the Exchange for a maximum 6-month extension to the 12-month period if it has already signed a definitive agreement for the acquisition of a new business, of which the acquisition must be completed in the 6-month extension period.

The Company had, on 1 April 2021, notified the SGX-ST (via its sponsor) of its cash company status and accordingly, the Company is required to meet the requirements for a new listing by 31 March 2022.

APPLICATION FOR EXTENSION OF TIME

The Board wishes to update the Shareholders that the Company had, on 12 August 2021, made an application to the SGX-ST (through its sponsor) for an extension of time of seven (7) months to submit the Resumption Proposal by 31 March 2022 (the “**Extension of Time**”).

RATIONALE FOR SEEKING EXTENSION OF TIME

The Company is in the midst of sourcing for new alternative businesses to meet the requirements for a new listing and lift its Trading Suspension. However, progress in sourcing for a new business has been impeded and an Extension of Time is sought in view of the following:

- a) Considerable amount of time taken to (i) reconstitute the Board (which was only reconstituted in November 2020), (ii) undertake and complete the review of the affairs of the Group (further details are set out in the Company’s announcement dated 16 July 2021), and (iii) ensure the continual compliance with the Company’s financial reporting and other statutory obligations;
- b) The travel restrictions worldwide and the general uncertainty in the global economic outlook arising from the Covid-19 pandemic; and
- c) The Company had, on 7 August 2021, announced that it has not entered into a sale and purchase agreement in connection with the proposed acquisition by the Company of 60% equity interest in Veivo Web Technology Limited from Delta Investment Holding Group Ltd. Accordingly, the non-binding memorandum of understanding has lapsed and ceased to have further effect.

The Extension of Time will provide more time for the Company to (a) achieve meaningful progress with regard to sourcing for a new viable business, and (b) be in a better position to assess and negotiate with potential targets without undue time pressure of an impending potential delisting. Further, the Extension of Time will serve to align the deadline for submission of the Resumption Proposal under Rule 1304(1) of the Catalist Rules with the 12-month requirement under Rule 1017(2) of the Catalist Rules for cash companies to meet the requirements for a new listing.

The Company will make further announcement(s) to update Shareholders on the outcome of the application for Extension of Time in due course.

BY ORDER OF THE BOARD

Ang Chiang Meng
Executive Director
12 August 2021

*This announcement has been prepared by the Company and reviewed by the Company’s sponsor, Novus Corporate Finance Pte. Ltd. (the “**Sponsor**”), in compliance with Rule 226(2)(b) of the SGX-ST Listing Manual Section B: Rules of Catalist.*

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.