

AXINGTON INC.

(Company Registration No.: LL12218)

(A Company incorporated under the Labuan Companies Act 1990, Malaysia)

UPDATE ON APPLICATION FOR EXTENSION OF TIME TO SUBMIT PROPOSAL FOR RESUMPTION OF TRADING - RECEIPT OF NO OBJECTION LETTER

The Board of Directors (the “**Board**”) of Axington Inc. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the Company’s announcement dated 12 August 2021 relating to the Company’s application to the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) for an extension of time to submit a proposal (or proposals) with a view to resume trading in the Company’s securities (the “**Announcement**”).

Unless otherwise defined, all capitalised terms used herein shall have the same meanings as the Announcement.

1. Grant of extension of time

The Company wishes to announce that SGX-ST had, on 26 August 2021, via the Company’s sponsor, informed the Company that based on the submissions and representations made to the SGX-ST, the SGX-ST has no objection to the Company’s application for the Extension of Time to 31 March 2022 to submit a trading resumption proposal (“**Resumption Proposal**”) pursuant to Rule 1304(1) of the SGX-ST Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”) (the “**Waiver**”), subject to the following:

- a) the Company announcing the Waiver granted, the reasons for seeking the Waiver, the conditions as required under Catalist Listing Rule 106 and if the Waiver conditions have been satisfied. If the Waiver conditions have not been met on the date of the announcement, the Company must make an update announcement when the conditions have all been met; and
- b) the Company (i) making an announcement of its target milestones and estimated timeline leading to its submission of its Resumption Proposal by 31 March 2022, and (ii) to provide regular and detailed monthly updates to the SGX-ST and shareholders via SGXNET on the Company’s progress in doing so.

(collectively, the “**Waiver Conditions**”)

The Waiver will not be effective if any of the abovementioned Waiver Conditions have not been fulfilled.

The Company confirms that the Waiver Conditions under paragraphs 1(a) and (b)(i) have been met as at the date of this announcement, while the continuing Waiver Conditions under paragraph 1(b)(ii) will be met via regular and monthly updates via SGXNET by the Company.

The Company is not in contravention any laws and regulations governing the Company and the Memorandum and Articles of Association of the Company arising from the Waiver.

Should the Company fail to submit a Resumption Proposal by 31 March 2022, it will be served with a delisting notice.

2. Reasons for seeking the Waiver

As set out in the Announcement, the Company has sought the Extension of Time due to, *inter alia*, 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.

3. Indicative timeline

The Company wishes to inform Shareholders that it targets to achieve the following key milestones in accordance to the indicative timeline set out below:

| No. | Key Milestones | Indicative Timeline |
|-----|--|-------------------------------|
| a) | Enter into a memorandum of understanding | By end November 2021 |
| b) | Conduct preliminary due diligence | December 2021 to January 2022 |
| c) | Negotiate and enter into a sale and purchase agreement | By end February 2022 |
| d) | Submission of Resumption Proposal to SGX-ST | By end March 2022 |

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders are advised to refrain from taking any action in respect of their securities in the Company, which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, Shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

By Order of the Board

Ang Chiang Meng
Executive Director

31 August 2021

*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 ("**SGX-ST**") 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, at 7 Temasek Boulevard, #18-03B Suntec Tower 1, Singapore 038987, telephone (65) 6950 2188.