

Axington Inc.
(formerly known as Axcelasia Inc.)
(Incorporated in Labuan)
(Company Registration No. LL12218)

**Unaudited Financial Statement and Dividend Announcement
For the Half Year Ended 30 June 2020**

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3) AND FULL YEAR RESULTS

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group		
	Half Year Ended		Change %
	30 June 2020 (Unaudited) RM'000	30 June 2019 (Unaudited) RM'000	
Revenue	25	-	N.M.
Other gain - net	554	172	222.09
	579	172	236.63
Expenses			
- Depreciation of property, plant and equipment	(70)	(59)	18.64
- Employee compensation	(560)	(623)	(10.11)
- Rental on operating lease and maintenance	(10)	(32)	(68.75)
- Finance expenses	(5)	-	N.M.
- Other expenses	(1,177)	(511)	130.33
Total expenses	(1,822)	(1,225)	48.73
Loss before income tax from Continuing Operations	(1,243)	(1,053)	(18.04)
Income tax expense	-	-	-
Net Loss from Continuing Operations	(1,243)	(1,053)	(18.04)
Discontinued Operations			
Net profit for the period from Discontinued Operations	57,073	1,328	4,197.67
Net profit/(loss)	55,830	275	20,201.82
Other comprehensive income: Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation – Losses	*	(1)	N.M.
Total comprehensive profit	55,830	274	20,201.82
Profit/(Loss) attributable to:			
Equity holders of the Company	55,845	304	18,270.07
Non-controlling interests	(15)	(29)	48.28
	55,830	275	20,201.82

Total comprehensive profit/(loss) attributable to:	55,845	303	18,270.07
Equity holders of the Company			
Non-controlling interests	(15)	(29)	48.28
	<u>55,830</u>	<u>274</u>	<u>20,201.82</u>

Discontinued operations

On 11 February 2020, the Company announced that it had entered into a share sale and purchase agreement in relation to the divestment of the entire paid-up share capital of its subsidiary corporation, Tricor Taxand Sdn. Bhd. ("**Tricor Taxand**") (previously known as Axcelasia Taxand Sdn Bhd). Hence, Tricor Taxand is classified as "Discontinued Operations" and prior year's comparative figures are restated.

The divestment of Tricor Taxand ("**Divestment**") was completed on 15 April 2020 for a cash consideration of RM69.7 million. The gain on Divestment recognised was RM57.3 million.

N.M. – Not meaningful

* - less than RM1,000

1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year

Profit for the financial period is stated after charging/(crediting) the following:	Half Year Ended		Change %
	30 June 2020 (Unaudited) RM'000	30 June 2019 (Unaudited) RM'000	
Continuing Operations			
Other gain - net			
Fixed deposits interest income	(557)	(169)	229.59
Bank deposits interest income	(4)	(1)	75.00
Realised foreign exchange loss/(gain), net	13	(2)	(750.00)
Unrealised foreign exchange gain, net	(6)	-	N.M.
Depreciation of property, plant and equipment	70	59	18.64
Rental on operating lease and maintenance			
Rental of office and car park	9	31	(70.97)
Upkeep of office and office equipment	1	1	-
Website maintenance	*	-	-
Other expenses			
Travelling	12	28	(57.14)
Insurance	8	17	(52.94)
Audit fee	6	-	N.M.
Professional fees (Internal audit, sponsorship, investor relations, legal, secretarial and other professional fee)	661	145	355.86
Discontinued Operations			
Other gain - net			
Fixed deposits interest income	(64)	(127)	(49.61)
Reversal in allowance for doubtful debts	-	(4)	N.M.
Realised foreign exchange loss, net	2	7	(71.43)
Unrealised foreign exchange (gain), net	(2)	-	N.M.
Property, plant and equipment written off	-	6	N.M.
Sundry income	(24)	(27)	(11.11)
Depreciation of property, plant and equipment	240	194	23.71
Rental on operating lease and maintenance			
Rental of office and car park	5	248	(97.98)
Rental of car and office equipment	-	4	N.M.
Upkeep of office and office equipment	14	33	(57.58)
Website maintenance	-	2	N.M.
Other expenses			
Travelling	38	131	(70.99)
Insurance	98	113	(13.27)
Seminar and training	15	71	(78.87)

* - less than RM1,000

1(b)(i) A statement of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year

	Group		Company	
	30 June 2020 (Unaudited) RM'000	31 December 2019 (Audited) RM'000	30 June 2020 (Unaudited) RM'000	31 December 2019 (Audited) RM'000
ASSETS				
Current assets				
Trade and other receivables	1,927	11,248	1,686	11,772
Income tax recoverable	*	1	-	-
Cash and cash equivalents	79,116	23,866	79,031	11,422
	81,043	35,115	80,717	23,194
Non-current assets				
Property, plant and equipment	179	1,827	150	221
Goodwill	-	2,130	-	-
Investments in subsidiary corporations	-	-	2,090	9,051
	179	3,957	2,240	9,272
Total assets	81,222	39,072	82,957	32,466
LIABILITIES				
Current liabilities				
Other payables	602	3,790	316	310
Current income tax liabilities	-	738	-	-
Borrowings	31	554	31	73
	633	5,082	347	383
Non-current liabilities				
Borrowings	78	561	78	78
Total liabilities	711	5,643	425	461
NET ASSETS	80,511	33,429	82,532	32,005
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	27,818	27,818	27,818	27,818
Treasury shares	(3)	(3)	(3)	(3)
Merger reserve	-	(2,692)	-	-
Other reserve	49	48	-	-
Retained profits	52,646	8,186	54,717	4,190
	80,510	33,357	82,532	32,005
Non-controlling interests	1	72	-	-
TOTAL EQUITY	80,511	33,429	82,532	32,005

* - less than RM1,000

1(b)(ii) Aggregate amount of group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 30 June 2020 (Unaudited)		As at 31 December 2019 (Audited)	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
31	-	554	-

Amount repayable after one year

As at 30 June 2020 (Unaudited)		As at 31 December 2019 (Audited)	
Secured RM'000	Unsecured RM'000	Secured RM'000	Unsecured RM'000
78	-	561	-

Details of any collateral

The Group's borrowings consist of obligations under lease liabilities only.

There are no unsecured borrowings as at 30 June 2020 and 31 December 2019.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Cash Flows

	Half year Ended	
	30 June 2020 (Unaudited) RM'000	30 June 2019 (Unaudited) RM'000
Cash flows from operating activities		
Net loss from continuing operations	(1,243)	(1,053)
Net profit from discontinued operations	57,073	1,328
Adjustments for:		
Income tax expense	-	430
Depreciation of property, plant and equipment	70	253
Interest income	(561)	(297)
Gain on divestment of a subsidiary corporation	(57,260)	-
Property, plant and equipment written off	-	6
Unrealised currency translation difference	(6)	(2)
Finance expense	5	
Operating cash flows before working capital changes	(1,922)	665
Change in working capital		
Trade and other receivables	1,411	671
Trade and other payables	6	(757)
Cash generated from/(used in) operations	(505)	579
Income tax paid	*	(279)
Net cash generated from/(used in) operating activities	(505)	300
Cash flows from investing activities		
Additions to property, plant and equipment	(1)	(232)
Interest received	561	297
Divestment of a subsidiary corporation	66,622	-
Net cash generated from investing activities	67,181	65
Cash flows from financing activities		
Acquisition of a subsidiary corporation by non-controlling interest	-	98
Bank deposit pledged	12	(12)
Dividend paid to equity holders of the Company	(11,386)	-
Share buyback	-	(3)
Principal payment of lease liability	(41)	-
Interest paid	(4)	-
Net cash generated from /(used in) financing activities	(11,419)	83

	30 June 2020	30 June 2019
	(Unaudited)	(Unaudited)
	RM'000	RM'000
Net increase in cash and cash equivalents	55,257	448
Cash and cash equivalents		
Beginning of financial period	23,854	21,848
Effects of currency translation on cash and cash equivalents	5	2
End of financial period	<u>79,116</u>	<u>22,298</u>
Cash and bank balances	79,116	22,310
Bank deposits pledged	-	(12) ⁽¹⁾
Cash and cash equivalents per consolidated statement of cash flow	<u>79,116</u>	<u>22,298</u>

Note:-

(1) Bank deposits are pledged as security for a bank guarantee.

* - less than RM1,000

- 1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year**

**Statement of Changes in Equity
Group**

(Unaudited)

	Share capital RM'000	Treasury shares RM'000	Merger reserve RM'000	Other reserve RM'000	Retained profits RM'000	Non- controlling interests RM'000	Total equity RM'000
Balance as at 1 January 2020	27,818	(3)	(2,692)	48	8,186	72	33,429
Total comprehensive profit for the year	-	-	-	*	55,845	(15)	55,830
Divestment of subsidiary corporation	-	-	2,692	1	1	(56)	2,638
Dividend paid	-	-	-	-	(11,386)	-	(11,386)
Balance as at 30 June 2020	27,818	(3)	-	49	52,646	1	80,511

(Unaudited)

Balance as at 1 January 2019	27,818	-	(2,692)	42	6,459	(29)	31,598
Total comprehensive profit for the year	-	-	-	(1)	304	(29)	274
Acquisition of subsidiary Corporation	-	-	-	-	-	98	98
Share buyback	-	(3)	-	-	-	-	(3)
Balance as at 30 June 2019	27,818	(3)	(2,692)	41	6,763	40	31,967

* - less than RM1,000

**Statement of Changes in Equity
Company**

(Unaudited)

	Share capital RM'000	Treasury shares RM'000	Accumulated profits RM'000	Total equity RM'000
Balance as at 1 January 2020	27,818	(3)	4,190	32,005
Total comprehensive profit for the year	-	-	61,913	61,913
Dividend paid	-	-	(11,386)	(11,386)
Balance as at 30 June 2020	27,818	(3)	54,717	82,532

(Unaudited)

Balance as at 1 January 2019	27,818	-	(7,335)	20,483
Total comprehensive loss for the year	-	-	2,501	2,501
Share buyback	-	(3)	-	(3)
Balance as at 30 June 2019	27,818	(3)	(4,834)	22,981

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, subdivision, consolidation, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State the number of shares that may be issued on conversion of all the outstanding convertibles, if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any, and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Shares Capital – Ordinary Shares

	Number of issued shares	Issued and paid-up share capital (RM)
Balance as at 31 December 2019	160,310,000	27,817,984
Balance as at 30 June 2020	160,310,300	27,817,984

Treasury Shares

There were 9,700 treasury shares representing 0.006% of the Company's 160,310,300 ordinary shares (excluding treasury shares) as at 30 June 2020 and 30 June 2019.

Subsidiary Holdings and Convertible Instruments

The Company did not have any subsidiary holdings or convertible instruments as at 30 June 2020 and 30 June 2019.

- 1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year**

	As at 30 June 2020	As at 31 December 2019
Total number of issued shares (excluding treasury shares)	160,310,300	160,310,300

- 1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable. The Company did not have any sales, transfers, cancellation and/or use of treasury shares during, and at the end of the financial period reported on.

- 1(d)(iv) A statement showing all sales, transfers, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

Not applicable. The Company did not have any subsidiary holdings during, and as at the end of the

financial period reported on.

2. Whether the figures have been audited or reviewed, and in accordance with which auditing standard or practice

The figures have not been audited or reviewed by the Company's auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter)

Not applicable. The figures have not been audited or reviewed by the Company's auditors.

3A. Where the latest financial statement are subject to an adverse opinion, qualified opinion or disclaimer of opinion:- (a) Updates on the efforts taken to resolve each outstanding audit issue, and (b) Confirmation from the Board the impact of all outstanding audit issues on the financial statements have been adequately disclosed. This is not required for any audit issue that is a material uncertainty relating to going concern.

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the reporting period are consistent with those disclosed in the most recently audited combined financial statements for the financial year ended 31 December 2019.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change

The Group has adopted all the applicable new and revised Singapore Financial Reporting Standards ("SFRS") and Interpretations of Financial Reporting Standards ("INT FRS") that are mandatory for the accounting periods beginning on or after 1 January 2020. The adoption of these new and revised SFRS and INT FRS did not result in any substantial change to the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends:
- (a) based on the weighted average number of ordinary shares in issue; and
- (b) on a fully diluted basis (detailing any adjustments made to the earnings).

Earnings per share ("EPS")	Group	
	Half year Ended	
	30 June 2020 (Unaudited)	30 June 2019 (Unaudited)
Net Profit/(Loss) (RM) for the period from		
- Continuing operations	(1,242,658)	(1,053,023)
- Discontinued operations	57,072,767	1,328,500
Weighted average number of ordinary shares in issue	160,310,300	160,315,150
Basic EPS/(LPS) (RM cents per share) from		
- Continuing operations	(0.78)	(0.66)
- Discontinued operations	35.60	0.83
Fully diluted EPS (RM cents per share) ⁽¹⁾		
- Continuing operations	(0.78)	(0.66)
- Discontinued operations	35.60	0.83

Note:-

- (1) The basic and fully diluted EPS were the same as there were no potential dilutive ordinary shares in issue as at 30 June 2020 and 30 June 2019.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the;
- (a) Current financial period reported on; and
- (b) Immediately preceding financial year

Net asset value ("NAV")	Group		Company	
	30 June 2020 (Unaudited)	31 December 2019 (Audited)	30 June 2020 (Unaudited)	31 December 2019 (Audited)
NAV (RM)	80,510,889	33,428,957	82,532,235	32,005,450
Number of ordinary shares in issue (excluding treasury shares)	160,310,300	160,310,300	160,310,300	160,310,300
NAV per ordinary share (RM cents)	50.22	20.85	51.48	19.96

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on

Review for the performance of the Group for the half year ended 30 June 2020 ("1H2020") as compared to the half year ended 30 June 2019 ("1H2019").

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

On 15 April 2020, the Company completed its divestment of the entire paid-up share capital of its subsidiary corporation, Tricor Taxand. Accordingly, the financial results of Tricor Taxand had been recorded by the Group as discontinued operations in 1H2020 and 1H2019. Subsequent to the Divestment, the Group currently consists primarily of the Company and four subsidiaries namely Axington Singapore Pte. Ltd. ("**Axington Singapore**"), Axington Lao Co., Ltd ("**Axington Laos**"), Audex Governance Sdn Bhd ("**Audex**") and Axcelasia Vietnam Co., Ltd ("**Axcelasia Vietnam**"), representing the continuing operations in 1H2020 and 1H2019.

Axington Laos, Audex and Axcelasia Vietnam are currently dormant while Axington Singapore has only recorded a small revenue of RM25,000 for 1H2020 due to the challenging business climate faced by the entity.

Other net gain increased by approximately RM0.4 million mainly due to the increase in interest income of RM0.4 million derived from higher fixed deposits placed with the financial institutions, which was partially offset by an increase in realised and unrealised foreign exchange loss (net) of RM3,000 in 1H2019.

Depreciation of property, plant and equipment increased by approximately RM11,000 mainly due to the adoption of SFRS(I) 16 Leases effective on 1 January 2019, which resulted in addition in leasehold buildings under property, plant and equipment.

Employee compensation decreased by approximately RM63,000 mainly due to a decrease in staff costs arising from lesser provision of staff bonuses in 1H2020.

Rental on operating lease and maintenance decreased by approximately RM22,000 mainly due to the operating lease payments not recognised as rental expenses after the adoption of SFSR(I) 16 Leases effective on 1 January 2019.

Other expenses increased by approximately RM0.7 million mainly due to increase in professional fees incurred in respect of the Divestment in 1H2020.

Net profit from discontinued operations increased by approximately RM55.7 million in 1H2020 from approximately RM1.3 million in 1H2019 mainly due to a one-time gain recognized on the Divestment.

As a result of the above, profit before income tax increased by approximately RM55.6 million to RM57.1 million in 1H2020 from RM0.3 million in 1H2019.

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

Current assets

Trade and other receivables of approximately RM1.9 million comprise of other receivables from non-related parties, rental deposits and accrued interest income derived from fixed deposits. The decrease in trade and other receivables by approximately RM9.3 million was mainly due to the Divestment which was completed on 15 April 2020.

Cash and cash equivalents increased by approximately RM55.3 million mainly attributable to net proceeds from Divestment of approximately RM66.6 million and interest income received of approximately RM0.5 million, and which was partially offset by dividend paid to equity holders of approximately RM11.4 million.

Non-current assets

Property, plant and equipment decreased by approximately RM1.6 million mainly due to the Divestment, and which was partially offset by the adoption of SFRS(I) 16 Leases effective on 1 January 2019 which resulted in addition in leasehold buildings under property, plant and equipment in 1H2020.

Goodwill decreased by approximately RM2.1 million as a result of the write-off recognized on the gain on Divestment in 1H2020.

Current liabilities

Other payables decreased by approximately RM3.2 million mainly due to the Divestment in 1H2020, and partially offset by the increase in borrowings after the adoption of SFRS (I) 16 Leases effective on 1 January 2019. There were no trade payables as at 30 June 2020.

Non-current liabilities

Borrowings decreased by approximately RM0.5 million mainly due to the Divestment, and which was partially offset by the increase in lease liabilities after the adoption of SFRS(I) 16 Leases effective on 1 January 2019 which resulted in addition in leasehold buildings under property, plant and equipment.

CONSOLIDATED STATEMENT OF CASH FLOW

Net cash used in operating activities in 1H2020 was approximately RM0.5 million, which comprised cash used in operating activities before working capital changes of approximately RM1.9 million

and working capital inflow of approximately RM1.4 million. Working capital inflow was mainly due to decrease in trade and other receivables of approximately RM1.4 million and increase in trade and other payables of approximately RM6,000.

Net cash generated from investing activities in 1H2020 was approximately RM67.2 million, mainly due to proceeds derived from the Divestment of approximately RM66.6 million and interest income received of approximately RM0.6 million.

Net cash used in financing activities in 1H2020 was approximately RM11.4 million, mainly due to principal and interest payment of lease liability and dividend paid to equity holders of the Company of approximately RM11.4 million.

Overall, the Group recorded a net increase in cash and cash equivalents of approximately RM55.3 million in 1H2020, mainly due to the Divestment.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

Not applicable as no forecast or a prospect statement has been provided previously.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Company intends to conduct a strategic review of its business segments, to evaluate opportunities and positioning, with a view to strengthening the core business of the Group whilst maximising potential value for its shareholders.

The Company will be conducting a strategic review to explore new areas of opportunities and alternative businesses, not ruling out the areas of medical and consumer wellness services, with a focus on investments in medical technology robotics and artificial intelligence (AI) technology application in the medical and consumer wellness space to increase the revenue stream of the Group.

The Company will make such further announcements to inform the shareholders of any material updates or developments in due course.

11. Dividend

If a decision regarding dividend has been made: -

(a) Whether an interim (final) ordinary dividend has been declared (recommended); and

No dividend has been declared or recommended for the current financial year reported on.

(b)(i) Amount per share (cents)

Not applicable.

(b)(ii) Previous corresponding period (cents)

Name of Dividend (First and Final)	Interim
Dividend Type	Cash
Dividend Amount per Share	0.002 Singapore dollar
Tax Rate	Single tier tax exempt

(c) Whether the dividend is before tax, net of tax or tax exempt. If before tax or net of tax, state the tax rate and the country where the dividend is derived. (If the dividend is not taxable in the hands of shareholders, this must be stated).

Not applicable.

(c) The date the dividend is payable.

Not applicable.

(d) The date on which Registrable Transfers receive by the Company (up to 5.00pm) will be registered before entitlements to the dividend are determined.

Not applicable.

12. If no dividend has been declared/recommended, a statement to that effect and the reason for the decision

No dividend has been declared or recommended for 1H2020.

13. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company does not have a general mandate from shareholders for interested person transactions. There was no IPT of S\$100,000 and above entered into during 1H2020.

14. Use of IPO proceeds

The Company refers to the net proceeds amounting to S\$7.58 million (excluding listing expenses of approximately S\$1.3 million) raised from the initial public offering (“IPO”) on the Catalist Board of SGX-ST on 27 November 2015 and the Company’s announcement dated 23 February 2017 on the re-allocation of IPO net proceeds.

As at the date of this announcement, the status on the use of the IPO net proceeds is as follows:

<u>Use of IPO net proceeds</u>	<u>Amount allocated (S\$’000)</u>	<u>Amount utilised (S\$’000)</u>	<u>Balance (S\$’000)</u>
Expand our business operations in Malaysia and the ASEAN region and enhance our range of professional services	4,000	(1,843)	2,157
Enhance our Group’s office and support infrastructure	500	(118)	382
Working capital	3,080	(3,080) ⁽¹⁾	-
Listing expenses to be borne by our Company	1,300	(1,300)	-
Total	8,880	(6,341)	2,539

Note:

(1) The amount of working capital was used for payment of salaries and office expenses.

The above utilisations are in accordance with the intended use of IPO net proceeds, as stated in the Company’s offer document dated 18 November 2015 and the announcement dated 23 February 2017 on the reallocation of proceeds from the Company’s IPO.

15. Confirmation that the issuer has procured undertakings from all its directors and executive officers (in the format set out in Appendix 7H) under Rule 720(1)

The Company confirms that it has procured undertakings from all of its directors and executive officers in the required format.

16. Negative Confirmation by the Board Pursuant to Rule 705(5) of the Catalist Listing Manual

The Board of Directors of the Company confirms, to the best of their knowledge, nothing has come to their attention which may render the unaudited financial results for the half year ended 30 June 2020 to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

Marjory Loh Erchang
Executive Director
25 July 2020

*This announcement has been prepared by Axington Inc. (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 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, 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.