

AXINGTON INC.
(Formerly known as Axcelasia Inc.)
(Company Registration No.: LL12218)
(A Company incorporated under the Labuan Companies Act 1990, Malaysia)

NOTIFICATION OF CASH COMPANY STATUS PURSUANT TO CATALIST RULE 1017

1) NOTIFICATION OF CASH COMPANY STATUS

The Board of Directors (the “**Board**”) of Axington Inc. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the previous announcement dated 10 September 2020 where it is stated, among others, that Axington Singapore Pte. Ltd. remains the sole operating subsidiary of the Company following the divestment of Tricor Taxand Sdn. Bhd. (formerly known as Axcelasia Taxand Sdn. Bhd.) and its subsidiaries in April 2020.

The Board wishes to update the Company’s shareholders that the Group does not currently have any revenue generating business, and the Company had, on 1 April 2021, notified the 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 Catalist (“**Catalist Rules**”).

Pursuant to Rule 1017(1) of the Catalist Rules, upon becoming a Cash Company, the Company must:

- (a) Place 90% of its cash and short-dated securities (including existing cash balance and the consideration arising from the disposal(s) undertaken by the issuer) in an account opened with and operated by an escrow agent which is part of any financial institution licensed and approved by the Monetary Authority of Singapore (“**Escrow Account**”). The amount that is placed in the Escrow Account cannot be drawn down until the completion of the acquisition of a business which is able to satisfy the SGX-ST’s requirements for a new listing, except for payment of expenses incurred in a reverse takeover approved by shareholders and pro-rata distributions to shareholders; and
- (b) Provide monthly valuation of its assets and utilisation of cash, and quarterly updates of milestones in obtaining a new business, to the market via SGXNET.

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 Company may (through its sponsor) apply to the SGX-ST for a maximum six (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 six (6)-month extension period. The extension is subject to the Company providing information to investors on its progress in meeting key milestones in the transaction. In the event the Company is unable to meet its milestones, or complete the relevant acquisition despite the extension granted, no further extension will be granted and the Company will be removed from the Official List and a cash exit offer in accordance with Rule 1308 of the Catalist Rules should be made to its shareholders within six (6) months.

The Board also wishes to highlight that pursuant to Rule 1304 of the Catalist Rules, if the trading of the shares of the Company is suspended under Rule 1303(3) of the Catalist Rules, the Company must (1) submit a proposal (or proposals) through its sponsor to the SGX-ST with a view to resuming trading in the Company’s securities (“**resumption proposals**”) 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; and (2) implement the resumption proposals within six (6) months from the date the SGX-ST indicates that it has no objection

to the resumption proposals. If the resumption proposals have not been implemented within the six (6) months, the SGX-ST may remove the Company from the Official List.

Accordingly, in consideration that the trading of the shares in the Company has been suspended since 31 August 2020, the Company has until 30 August 2021 to submit the resumption proposal.

2) Cautionary Statement

The Company wishes to remind shareholders that there is no assurance that the SGX-ST will resume the trading of the shares or that the Company will be able to acquire a business that meets the SGX-ST's requirements for a new listing within the timeframe prescribed by the SGX-ST.

Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, solicitors or other professional advisors if they have any doubts as to the actions they should take.

By Order of the Board

Roberto Dona
Non-Executive Chairman and Independent Director

6 April 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 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, at 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.