

Proposed Debt Settlement of Amount Owing to Southborn Capital Sdn Bhd via issuance of shares of Inix Technologies Holdings Berhad

CN ASIA CORPORATION BHD

Type	Reply to Query
Reply to Bursa Malaysia's Query Letter - Reference ID	IQL-31012022-00001
Subject	Proposed Debt Settlement of Amount Owing to Southborn Capital Sdn Bhd via issuance of shares of Inix Technologies Holdings Berhad
Description	CN ASIA CORPORATION BHD ("CN ASIA" or "the Company") Proposed Debt Settlement of Amount Owing to Southborn Capital Sdn Bhd via issuance of shares of INIX Technologies Holdings Berhad
Query Letter Contents	<p>We refer to CN ASIA's announcement dated 28 January 2022 in respect of the aforementioned matter.</p> <p>In this connection, kindly furnish Bursa Securities with the following additional information for public release:</p> <ol style="list-style-type: none"> 1) The percentage shareholdings of Southborn Capital Sdn Bhd ("Southborn")/ CN Asia Corporation Bhd ("CN Asia") in Inix Technologies Holdings Berhad ("Inix") upon completion of the Proposed Debt Settlement. 2) The net profits/loss and net assets/liabilities of Inix based on the latest audited financial statements and latest quarterly financial results of Inix. 3) The identity of the directors and substantial shareholders of Inix. 4) The basis for the issue price of the Settlement Shares to be issued at a discount of 19.44% to the 5-day VWAP of Inix shares up to 27 January 2022. 5) All the salient terms and condition pursuant to the Settlement Agreement. 6) The rationale for the Proposed Debt Settlement including the detailed benefits which are expected to accrue to the Southborn / CN Asia from the business, financial and operational perspective, including the rationale for the Proposed Debt Settlement to be undertaken via issuance of Inix shares instead of cash settlement. 7) The prospects of INIX. 8) The Group's plan with regards to the Settlement Shares. 9) The approvals required for the issuance of the Settlement Shares by Inix. <p>Please furnish Bursa Securities with your reply within one (1) market day from the date hereof.</p> <p>Yours faithfully</p> <p>Listing</p> <p>Regulation</p> <p>cc: Market Surveillance Dept, Securities Commission (via fax)</p>

Reference is made to the query received from Bursa Securities on 31 January 2022 ("Query"), pertaining to the Settlement Agreement with INIX Technologies Holdings Berhad ("INIX") and its wholly-owned subsidiary, INIX Glove Manufacturing Sdn Bhd ("IGMSB") to settle a loan together with interest accrued thereon, up to 30 June 2022 of RM8,160,000 ("Settlement Sum") extended by its Southborn Capital Sdn Bhd ("Southborn"), the Company's wholly-owned subsidiary to IGMSB, via the issuance and allotment of 108,800,000 new ordinary shares of INIX ("Settlement Shares") to CN Asia at an issue price of RM0.075 per Settlement Share ("Issue Price"), representing approximately a 19.44% discount to the 5-day volume-weighted average price ("VWAP") of INIX shares calculated up to 27 January 2022, being the last practicable day preceding the date of this Agreement ("Proposed Debt Settlement" or "Proposal").

Please refer to the attachment for additional information pursuant to the Query.

This announcement is dated 04 February 2022.

Please refer attachment below.

Attachments

[Reply to Bursa query-Proposed Debts Settlement-Final.pdf](#)

160.9 kB

Company Name	CN ASIA CORPORATION BHD
Stock Name	CNASIA
Date Announced	04 Feb 2022
Category	General Announcement for PLC
Reference Number	GA1-04022022-00012