

## CORPORATE DEVELOPMENTS

During and subsequent to the financial year, the Group had undertaken the following corporate events:

- (a) The Company had on 24 August 2016 (“First Announcement”) announced that it had triggered the prescribed criteria pursuant to Paragraph 8.04 of the Bursa Malaysia Securities Berhad (“Bursa Securities”) Main Market Listing Requirements (“LR”) and Paragraph 2.1(a) and 2.1(e) of the Practice Note 17 of the LR (“PN17”).

Pursuant to PN17, the Company is required to submit a regularisation plan within 12 months from the date of the First Announcement to the relevant authorities (“Regularisation Plan”).

The Company had on 7 August 2017 submitted an application to Bursa Securities for an extension of time from 24 August 2017 to 30 June 2018 for the Company to make the submission of the Regularisation Plan to the relevant authorities.

The Company had on 7 September 2017, announced that Bursa Securities had granted the Company an extension of time of approximately 6 months up to 28 February 2018 to submit a regularisation plan to the regulatory authorities.

Subsequent thereto, the Company had on 9 February submitted an application to Bursa Securities for a further extension of time to 31 October 2018 for the Company to make the submission of the Regularisation Plan to the relevant authorities.

On 14 March 2018, the Board of Directors of the Company announced that Bursa Securities has vide its letter dated 14 March 2018, rejected the Company’s application for a further extension of time up to 31 October 2018 for the Company to submit the Regularisation Plan as the Company has not demonstrated to the satisfaction of Bursa Securities any material development towards the finalisation and submission of the Regularisation Plan to the relevant authorities.

Bursa Securities had also vide its letter dated 14 March 2018, informed that the trading in the securities of the Company will be suspended with effect from 22 March 2018 and the securities of the Company will be delisted on 26 March 2018 unless an appeal against the de-listing is submitted to Bursa Securities on or before 21 March 2018 (“Appeal”).

The Board of Directors of the Company had on 21 March 2018, announced that the Company had submitted an Appeal to Bursa Securities.

Bursa Securities had vide its letter dated 20 April 2018, informed that after due consideration of all facts and circumstances of the matter including the written representations and oral representations of the Company on 12 April 2018, Bursa Securities had decided to:

- i) dismiss the Company’s Appeal for an extension of time up to 31 October 2018 to submit its regularisation plan to the relevant authorities for approval: and
- ii) delist the securities of the Company from the Official List of Bursa Securities pursuant to paragraph 8.04 of the LR.

In this circumstances, the securities of the Company have been removed from the Official List of Bursa Securities on 25 April 2018.

(b) CPB Enterprise Sdn Bhd, a wholly-owned subsidiary of the Company, had on 17 March 2017:

- i) entered into a sale and purchase agreement (“SPA”) with LTB Power Performance (M) Sdn Bhd for the disposal of a piece of leasehold land in Mukim Cheng, Daerah Melaka Tengah, Melaka measuring 1.873 hectares for a cash consideration of RM4.64 million (excluding 6% Goods and Services Tax (“GST”) of RM0.28 million) (“Proposed 1st Disposal”); and
- ii) entered into a SPA with Imponotive Auto Sdn Bhd for the disposal of a piece of leasehold land in Mukim Cheng, Daerah Melaka Tengah, Melaka measuring 2.135 hectares together with a single-storey building erected thereon for a cash consideration of RM13.56 million (excluding 6% GST of RM0.81 million) (“Proposed 2nd Disposal”).

(The Proposed 1st Disposal and the Proposed 2nd Disposal shall collectively be referred to as the “Proposed Disposals”).

The Company had on 31 July 2017 obtained its shareholders’ approval for the Proposed Disposals. All conditions precedent set out in the SPAs in relation to the Proposed Disposals have been fulfilled on 31 July 2017. The Proposed Disposals were completed on 25 October 2017 with a gain on disposal of RM7.8 million.

(c) The Company had on 22 November 2017, obtained the approval of its shareholders for Banting Resources Sdn Bhd (“BRSB”), a wholly-owned subsidiary of the Company, to grant to Lion Tin Sdn Bhd (“LTSB”), in consideration of the mining tribute equivalent to 10% of the revenue net of royalty from each type of mineral mined, processed and sold payable by LTSB to BRSB, the sole and exclusive right to carry out mining activities on the six (6) pieces of land in Daerah Kuala Langat, Negeri Selangor.

(d) On 27 July 2018, Likom Caseworks USA Inc (“Likom USA”), a wholly-owned subsidiary of Likom Caseworks Sdn Bhd (“Likom Caseworks”) which in turn is a wholly-owned subsidiary of the Company, and Likom Caseworks had entered into:

- i) a share purchase agreement with Mr Gordon Huang, a nominee of Cloud Network Technology Singapore Pte Ltd (“Cloud Network”) and Cloud Network (“Purchasers”) in relation to the disposal of the entire 100% equity interest in Likom de Mexico S.A. de C.V (“Likom Mexico”) to the Purchasers for a total consideration of USD0.3 million (or equivalent to approximately RM1.21 million) (“Equity Disposal Consideration”) (“Proposed Disposal of Likom Mexico”);
- ii) an equipment and tooling purchase agreement with Cloud Network in relation to the disposal of manufacturing equipment physically located at Likom Mexico owned by Likom USA to Cloud Network for a consideration of approximately USD2.7 million (or equivalent to approximately RM10.9 million); and

- iii) an inventory purchase agreement with Cloud Network in relation to the disposal of certain inventory physically located at Likom Mexico owned by Likom USA to Cloud Network for a consideration to be determined.

(Collectively be referred to as “Disposals”)

The Disposals is currently pending completion.

- (e) The Company had on 30 August 2018 obtained its shareholders’ approval for (i) Lion DRI Sdn Bhd (“Lion DRI”), a wholly-owned subsidiary of the Company, to dispose of its DRI Plant (“Proposed Disposal of DRI Plant”); or (ii) the Company to dispose of its entire 100% equity interest in Lion DRI together with the DRI Plant (“Proposed Disposal of Lion DRI”), to such party which the Directors deemed appropriate (“Purchaser”) for a minimum disposal consideration of USD27 million (equivalent to approximately RM110 million), on such arm’s length and commercially acceptable terms and conditions as Lion DRI or the Company and the Purchaser shall determine and agree upon.

(The Proposed Disposal of DRI Plant and the Proposed Disposal of Lion DRI shall collectively be referred to as “Proposed Disposals”)

The Proposed Disposals are currently pending finalisation.