

# NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS) : FUND RAISING COMPUGATES HOLDINGS BERHAD (CHB OR THE COMPANY) PROPOSED RIGHTS ISSUE WITH WARRANTS; PROPOSED INCREASE IN THE AUTHORISED SHARE CAPITAL OF CHB; AND PROPOSED AMENDMENTS TO THE MEMORANDUM AND ARTICLES OF ASSOCIATION OF CHB

## COMPUGATES HOLDINGS BERHAD

<b>Type</b>	Announcement
<b>Subject</b>	NEW ISSUE OF SECURITIES (CHAPTER 6 OF LISTING REQUIREMENTS) FUND RAISING
<b>Description</b>	COMPUGATES HOLDINGS BERHAD (CHB OR THE COMPANY)  PROPOSED RIGHTS ISSUE WITH WARRANTS; PROPOSED INCREASE IN THE AUTHORISED SHARE CAPITAL OF CHB; AND PROPOSED AMENDMENTS TO THE MEMORANDUM AND ARTICLES OF ASSOCIATION OF CHB

*For consistency purposes, the abbreviations and definitions used throughout this announcement are the same as those previously defined in the Company's announcement dated 18 March 2015 in relation to the Proposals.*

M&A Securities, on behalf of the Company wishes to announce that Bank Negara Malaysia ("BNM") had vide its letter dated 8 May 2015 (received on 14 May 2015) approved the issuance of up to 137,400,000 RPS amounting up to RM13.74 million to non-resident shareholders of CHB. CHB is not required to seek the approval of BNM for the issuance of the remaining RPS to its non-resident shareholders, pursuant to the Proposed Rights Issue with Warrants, in view that the proposed utilisation of the proceeds raised will be utilised for activities in the real sector in Malaysia.

CHB is to inform BNM the date of issuance of the RPS and the actual number of RPS issued to non-resident shareholders within seven (7) days from the date of issuance of the RPS.

The approval will be terminated in the event CHB:

1. utilises the funds for reasons other than stated in the note below; and
2. does not issue the RPS on or before the end of December 2015.

*Note:*

	<b><i>RM million</i></b>
<i>Working capital in agriculture and energy business of CHB</i>	16.75
<i>Repayment of trade creditors and bank acceptances for consumer electronic products trading business</i>	13.19
<i>To defray estimated expenses relating to the Proposals</i>	0.55
<b>Total</b>	<b>30.49</b>

CHB is required to seek the prior consent of BNM:

1. for any amendments to the terms and purpose of use for the RPS by completing Form 10G; and
2. in the event the issuance of the RPS is expected to be after the end of December 2015.

CHB is to make the redemption of the RPS in a foreign currency (other than the currency of Israel) or in

Ringgit Malaysia. The redemption of the RPS is to be made into the non-resident's External Account maintained in Malaysia. Any conversion of foreign currency into Ringgit Malaysia or vice versa is to be made through licensed domestic banks (commercial banks, Islamic banks other than international Islamic banks, or licensed investment banks).

CHB is to also submit the information required by a licensed domestic bank to assist the said bank to make relevant payments of more than RM200,000 or the equivalent in a foreign currency, for each redemption and payment of dividends, on behalf of CHB to non-resident shareholders.

In the event non-resident shareholders enter into hedging contracts to manage the risk of exposure against Ringgit Malaysia denominated borrowings, such hedging contracts may only be performed by licensed domestic banks.

This announcement is dated 14 May 2015.

---

#### Announcement Info

<b>Company Name</b>	COMPUGATES HOLDINGS BERHAD
<b>Stock Name</b>	COMPUGT
<b>Date Announced</b>	14 May 2015
<b>Category</b>	General Announcement for PLC
<b>Reference Number</b>	GA1-14052015-00067