OTHERS COMPUGATES HOLDINGS BERHAD ("CHB" OR "COMPANY") - PROPOSED RATIFICATION OF THE UTILISATION OF PROCEEDS PURSUANT TO THE JOINT DEVELOPMENT WITH JADE CLASSIC SDN BHD ("PROPOSED RATIFICATION"); AND - PROPOSED VARIATION TO THE UTILISATION OF PROCEEDS TO BE RAISED FROM THE PRIVATE PLACEMENT OF UP TO 25% OF THE ISSUED SHARES OF CHB ("PROPOSED PLACEMENT VARIATION") (COLLECTIVELY THE "PROPOSALS")

COMPUGATES HOLDINGS BERHAD

Type	Announcement
Subject	OTHERS
Description	COMPUGATES HOLDINGS BERHAD ("CHB" OR "COMPANY") - PROPOSED RATIFICATION OF THE UTILISATION OF PROCEEDS PURSUANT TO THE JOINT DEVELOPMENT WITH JADE CLASSIC SDN BHD ("PROPOSED RATIFICATION"); AND - PROPOSED VARIATION TO THE UTILISATION OF PROCEEDS TO BE RAISED FROM THE PRIVATE PLACEMENT OF UP TO 25% OF THE ISSUED SHARES OF CHB ("PROPOSED PLACEMENT VARIATION") (COLLECTIVELY THE "PROPOSALS")

(Unless otherwise defined, all expressions used in this announcement shall carry the same meaning as defined in the announcements dated 23 November 2018 and 16 January 2019).

Reference is made to the announcement dated 23 November 2018 ("**Announcement**") and the variation announcement dated 16 January 2019 in relation to the Proposals ("**First Amended Announcement**").

On behalf of the Company, M&A Securities Sdn Bhd wishes to clarify that the bank borrowings referred to in the First Amended Announcement included indirect bank borrowings where See Thoo Chan, the Executive Director and major shareholder of the Company and Goh Kheng Peow, a major shareholder and spouse of See Thoo Chan had first borrowed the monies from financial institutions and then on-lent to Compugates Sdn Bhd, a wholly-owned subsidiary of CHB, to pay to the trade creditors of Compugates Sdn Bhd ("**Advances**").

The Advances were necessary as the amounts owing to the trade creditors by Compugates Sdn Bhd were due and the Company and/or Compugates Sdn Bhd were not able to obtain immediate funding from the banks.

As a consequence, the Proposals are required to be revised to provide for the details of the repayment of the Advances.

Kindly refer to the attached document for the details of the Proposals.

This announcement is dated 20 February 2019.

Please refer attachment below.

Attachments

Annmt - Amended Proposals.pdf
40.1 kB

Announcement Info

Company Name	COMPUGATES HOLDINGS BERHAD
Stock Name	COMPUGT
Date Announced	20 Feb 2019
Category	General Announcement for PLC
Reference Number	GA1-20022019-00037