

REPLY TO BURSA MALAYSIA SECURITIES BERHAD'S QUERY LETTER DATED 27 JUNE 2024

CN ASIA CORPORATION BHD

Type	Reply to Query
Reply to Bursa Malaysia's Query Letter - Reference ID	IQL-27062024-00001
Subject	REPLY TO BURSA MALAYSIA SECURITIES BERHAD'S QUERY LETTER DATED 27 JUNE 2024
Description	PROPOSED DEBT SETTLEMENT OF AMOUNT OWING TO SOUTHBORN CAPITAL SDN BHD ("SOUTHBORN") VIA ISSUANCE OF SHARES OF SMTRACK BERHAD ("SMTRACK") ("PROPOSED DEBT SETTLEMENT")
Query Letter Contents	<p>We refer to CNASIA's announcement dated 26 June 2024 in respect of the aforesaid 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 salient terms and conditions of the Settlement Agreement.2. The percentage of shareholdings of CNASIA in SMTRACK upon completion of the Proposed Debt Settlement.3. The net assets /net liability and net profit / net loss of SMTRACK based on the latest audited financial statements.4. Clarification on how the "investment direction" of CNASIA forms the basis and justification for the Settlement Sum and the Issue Price.5. The prospects of SMTRACK.6. The rationale for the debt settlement via the SMTRACK shares taking into consideration of the financial position of SMTRACK that has been loss making based on the latest audited financial statements and latest quarterly reports as well as the different principal activities of SMTRACK as compared to CNASIA Group.7. The Group's plans with regards to the shareholdings in SMTRACK.8. Clarification on how the Proposed Debt Settlement will reduce the intercompany borrowings between Southborn and CNASIA.9. The financial effects of the Proposed Debt Settlement for the financial year ending 31 March 2025.10. The time and place where the Settlement Agreement is available as a document for inspection.

Please furnish Bursa Securities with your reply within one (1) market day from the date hereof.

Yours faithfully,

Listing

Regulation

Cc : Market Surveillance Dept. , Securities Commission (via fax)

Reference is made to the Company's announcement dated 26 June 2024 in respect of the aforesaid matter ("Announcement")

(Unless otherwise stated, the words and abbreviations used herein shall have the same meaning as those defined in the Announcement.)

The Board wishes to announce the following additional information as required by Bursa Securities via its letter (ref no: IQL-27062024-00001) dated 27 June 2024.

Please refer to the attachment for the additional information.

This announcement is dated 28 June 2024.

Please refer attachment below.

Please refer attachment below.

Attachments

[Reply to Query letter from Bursa dated 27 June 2024.pdf](#)

316.1 kB

Company Name	CN ASIA CORPORATION BHD
Stock Name	CNASIA
Date Announced	28 Jun 2024
Category	General Announcement for PLC
Reference Number	GA1-27062024-00106