

Company Name : Asian Pac Holdings Berhad
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Asian Pac proposes 1-for-10 loan stock rights issue

BY YIMIE YONG

KUALA LUMPUR: Asian Pac Holdings Bhd has proposed a rights issue of five-year 3% irredeemable convertible unsecured loan stocks (Iculs) on the basis of one Iculs for every 10 shares held.

Each Iculs subscribed will come with two free detachable warrants, the property developer said in a filing with Bursa Malaysia. The exercise involves up to RM99.26 million Iculs and 198.51 million warrants. The Iculs will be issued at 100% of

their nominal value of RM1 each.

Asian Pac said it intends to use the RM99.26 million proceeds from the rights issue to acquire new land for future development, working capital and for expenses related to the proposals.

“Under the current property market condition, Asian Pac is of the view that opportunities abound in choice locations and areas with growth potential in the Klang Valley, Kota Kinabalu, Johor and Penang,” it said.

The entitlement date will be de-

termined by the board after receiving the relevant approvals.

Asian Pac has a total of 543.87 acres (220.1ha) of undeveloped land banks in Semenyih and Gombak in Selangor, and in Negeri Sembilan.

Asian Pac has also proposed to exempt its single largest shareholder, Mah Sau Cheong, from having to undertake a mandatory takeover offer for all the Asian Pac shares, convertible securities, and new shares to be issued pursuant to the conversion of Iculs or the exercise of the warrants, not held by him.