

# ACE-MARKET BOUND AGX GROUP AIMS TO RAISE RM33.78 MLN FROM IPO

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KUALA LUMPUR, Jan 16 (Bernama) -- Ace market-bound AGX Group Bhd (AGX) expects to raise RM33.78 million from its initial public offering (IPO).

The IPO entails a public issue of 96.5 million new ordinary priced at RM0.35 per share.

In a statement, AGX said the majority proceeds of RM16.44 million would be utilised for working capital and RM8.70 million for expanding its business presence in Malaysia and South Korea via setting up new warehouses and offices in Penang and Johor Bahru as well as a new office in Busan.

“The remaining proceeds of RM4.14 million and RM4.50 million would be utilised for repayment of bank borrowings and listing expenses, respectively,” it said.

AGX said another RM10.50 million will be raised from an offer for sale of 30 million existing ordinary shares.

Based on its enlarged issued share capital of approximately 432.87 million shares and an IPO price of RM0.35 per share, AGX will have a market capitalisation of approximately RM151.50 million upon its listing on Bursa Securities.

Independent non-executive director and chairperson Datuk Rozalila Abdul Rahman said the company’s plans to establish new warehouses and offices in strategic locations would enhance its coverage, support warehousing and third-party logistics services.

“With a robust track record of approximately 19 years, AGX has expanded its footprint across six countries, namely, Malaysia, Philippines, Singapore, Korea, Myanmar, and Cambodia,” she said in her speech at the company’s prospectus launch here today.

AGX is scheduled for listing on the ACE Market of Bursa Securities on Feb 7, 2024.

Besides being the underwriter of AGX’s IPO, TA Securities is also the principal adviser, sponsor and placement agent for this exercise.

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