

2. INTRODUCTION

2.1 APPROVALS AND CONDITIONS

2.1.1 SC

The SC has, vide its letter dated [•], approved our IPO and Listing under Section 214(1) of the CMSA, subject to the compliance with the following conditions. The conditions imposed by the SC and status of compliance with the conditions are as follows:-

No.	Details of conditions imposed	Status of compliance
1.	[•]	[•]
2.	[•]	[•]

The SC has, via its letter dated [•], approved the resultant equity structure of our Company pursuant to our Listing under the equity requirement for public listed companies. The effects of our Listing on the equity structure of our Company are as follows:

Categories	As at 31 May 2021*		After the Acquisition of Senheng KL and Share Split		After our Listing	
	No. of Shares	(1)%	No. of Shares	(2)%	No. of Shares	(3)%
Bumiputera						
▪ Malaysian public via balloting	-	-	-	-	15,000,000	1.00
▪ Bumiputera investors approved by MITI	-	-	-	-	187,500,000	12.50
Total Bumiputera	-	-	-	-	202,500,000	13.50
Non-Bumiputera	(4)3	100.00	(5)1,250,000,000	100.00	(6)1,297,500,000	86.50
Total Malaysian	3	100.00	1,250,000,000	100.00	1,500,000,000	100.00
Foreigners	-	-	-	-	-	-
TOTAL	3	100.00	1,250,000,000	100.00	1,500,000,000	100.00

Notes:-

* Being the latest practicable date prior to the submission of the application for our IPO and Listing to the SC.

- (1) Based on the issued share capital of 3 Shares.
- (2) Based on the enlarged issued share capital of 1,250,000,000 Shares.
- (3) Based on the enlarged issued share capital of 1,500,000,000 Shares.
- (4) Held by KH Lim, KC Lim and KY Lim.
- (5) Held by SQ Digital, KH Lim, KC Lim and KY Lim.
- (6) Assuming all the Eligible Persons that are allocated with the IPO Shares under the Pink Form Allocation are non-Bumiputera.

2. INTRODUCTION (CONT'D)

2.1.2 Bursa Securities

Bursa Securities has, vide its letter dated [•], approved our admission to the Official List and the listing and quotation of our entire enlarged issued share capital on the Main Market of Bursa Securities.

The approval from Bursa Securities is subject to compliance with the following conditions:-

No.	Details of conditions imposed	Status of compliance
1.	[•]	[•]
2.	[•]	[•]

2.1.3 MITI

The MITI had, vide its letter dated [•], taken note of and has no objection to our Listing.

2.2 MORATORIUM ON OUR SHARES

In accordance with the Equity Guidelines, our Promoters will not be allowed to sell, transfer or assign their entire shareholdings in our Company as at the date of our Listing, for a period of 6 months from the date of our Listing (“**Moratorium Period**”).

The details of our Shares which will be subject to moratorium are as follows:-

Name	Direct shareholdings	
	No. of Shares	(1)%
SQ Digital	869,600,000	57.97
KH Lim	80,300,000	5.35
KC Lim	80,300,000	5.35
KY Lim	80,300,000	5.35
Total	1,110,500,000	74.03

Note:-

(1) Based on the enlarged issued share capital of 1,500,000,000 Shares.

Our Promoters have provided undertaking letters to the SC that they will not sell, transfer or assign any part of their respective shareholding under moratorium during the Moratorium Period, in accordance with the Equity Guidelines.

The shareholders of SQ Digital, namely KH Lim, KC Lim and KY Lim, have also provided undertaking letters to the SC that they will not sell, transfer or assign their respective shareholdings in SQ Digital during the Moratorium Period.

The above moratorium restriction is specifically endorsed on the share certificates representing the Shares held by our Promoters which are under the moratorium to ensure that our Share Registrar does not register any transfer that contravenes such restrictions.