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Miscellaneous	
* Asterisks denote mandatory information	
Name of Announcer *	LERENO BIO-CHEM LTD.
Company Registration No.	197401961C
Announcement submitted on behalf of	LERENO BIO-CHEM LTD.
Announcement is submitted with respect to *	LERENO BIO-CHEM LTD.
Announcement is submitted by *	Foo Soon Soo
Designation *	Company Secretary
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>> Announcement Details
 The details of the announcement start here ...

Announcement Title * PROPOSED SUBSCRIPTION UP TO 20,000,000 NEW ORDINARY SHARES IN THE CAPITAL OF LERENO BIO-CHEM LTD (THE "SUBSCRIPTION")

Description please see attached.

Attachments

 [annctmt_velmillion_subscrp_28_Aug_08.pdf](#)
 Total size = **53K**
 (2048K size limit recommended)

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LERENO BIO-CHEM LTD

(Incorporated in the Republic of Singapore)
(Company Registration No. 197401961C)

PROPOSED SUBSCRIPTION OF UP TO 20,000,000 NEW ORDINARY SHARES IN THE CAPITAL OF LERENO BIO-CHEM LTD (THE "SUBSCRIPTION")

The Board of Directors of Lereno Bio-Chem Ltd (the "Company") wishes to announce that the Company proposes to raise additional capital by way of a private placement and in connection thereto, the Company had on the 3 September 2008 entered into a subscription agreement (the "Agreement") with Veilmillion Ltd (the "Subscriber"), pursuant to which the Subscriber will subscribe for an aggregate of up to 20,000,000 new ordinary shares in the capital of the Company (the "New Shares") at an aggregate price of S\$1 million. The New Shares represent approximately 1.44% of the issued and paid up ordinary shares of the Company as at the date of this announcement, at an issue price of S\$0.05 per New Share (the "Issue Price"), on the terms and subject to the conditions of the Agreement. Veilmillion Ltd is an investment holding company and currently do not hold any Lereno Bio-Chem Ltd shares and is not related to and is not an associate of any of the Company's Directors or controlling shareholder.

The obligations of the Company and the Subscriber under the Agreement are conditional on, *inter alia*, approval in-principle being obtained from the Singapore Exchange Securities Trading Limited ("SGX-ST") for the additional listing application and not having been revoked or amended and, where such approval is subject to conditions for the listing and quotation of the New Shares on the SGX-ST Catalist to be fulfilled on or before the completion date, it is so fulfilled.

The Issue Price of S\$0.05 for each New Share represents a premium to the weighted average price of S\$0.025 of the Company's ordinary shares for trades done on the SGX-ST on the full day of 3 September 2008 being the market day on the day the Agreement was signed.

The New Shares will be issued pursuant to the power conferred on the Directors by the shareholders of the Company under Section 161 of the Companies Act, Chapter 50 at the Annual General Meeting of the Company held on 28 July 2008.

The New Shares, when issued and fully paid, will rank *pari passu* in all respects with the existing shares save that they shall not rank for any dividend, right, allotment or other distributions, the record date in respect of which falls on or before the date of the allotment of the New Shares.

Following the completion of this Subscription, the new position of the Company's net tangible assets is as shown below:

Date	No. of Shares	Net Tangible Asset ("NTA")	NTA per Share (cents)
As at 31 March 2008 (Audited)	1,341,043,620	S\$17,345,789	1.29
After 31 March 2008 and before 3 September 2008: Issuance of New Shares under Share Schemes approved during the extraordinary general meeting and annual general meeting held respectively on 14 July 2007 and 28 July 2008	1,384,618,120	S\$19,710,092	1.42
After Subscription on 3 September 2008	1,404,618,120	S\$20,710,092	1.47

The Company intends to use the net proceeds arising from the subscription of the New Shares for working capital purposes and for the pursuit of potential business for business expansion.

None of the Directors or substantial or controlling shareholders of the Company has any interest, direct or indirect, in the Subscription.

The Company will be submitting an application to the SGX-ST for the listing and quotation of the New Shares on the SGX-ST Catalist in due course.

By Order of the Board
Ong Puay Koon
Managing Director & Chief Executive Officer
3 September 2008