



U BASE
GOOD PEOPLE, GOOD COMPANY, GOOD NEWS
[www.u-base.com](#)



LYC Healthcare seeks to raise up to RM45m via RPS issuance

Wong Ee Lin / [theedgemarkets.com](#)
October 15, 2020 23:18 pm +08



THE SPRING HILL INDUSTRIAL PARK
INDUSTRIAL LAND FOR SALE IN NEGERI SEMBILAN

- Special Rebate for Bumi Lot
- Easy Access from Major Highway
- Located at a Mature Township



KUALA LUMPUR (Oct 15): LYC Healthcare Bhd's wholly-owned subsidiary is planning to issue up to 45 million new redeemable preference shares (RPS) to Kenanga Investors Bhd (KIB) at RM1 each.

The RPS to be issued by LYC Medicare Sdn Bhd will have a five-year tenure, according to a filing with Bursa Malaysia.

The proceeds of up to RM45 million will be used mainly to acquire shares in T&T Medical Group Pte Ltd and HC Orthopaedic Surgery Pte Ltd, two Singapore medical firms.

LYC Medicare's plan to acquire 51% stakes in the two firms for about RM22 million each, was announced in May.

Upon completion of the subscription, dividends will be paid to KIB on a semi-annual basis at a rate of 9% per annum for the first three years and 9.5% for the fourth and fifth year, LYC Healthcare said.

Additionally, KIB will be entitled to a 15% profit sharing of LYC Medicare's net profit on the fourth and fifth year.

The RPS contains no conversion rights and will not be listed on Bursa Malaysia. As such, the exercise will not have any effect on LYC Healthcare's share capital and substantial shareholders' stakes.

Shares of LYC Healthcare closed one sen or 2.56% lower at 38 sen today, valuing the group at RM136.93 million.

Read also:
[LYC Healthcare to buy majority stake in Singapore medical firm for RM22m](#)
[LYC Healthcare makes second medical firm buy in Singapore in less than a month](#)

Edited by S Kanagaraju

We deliver news to your inbox daily Email Address

DISCOVER POST-PANDEMIC GROWTH OPPORTUNITIES AMID THE NEW NORMAL

[PRO OFFER](#)

MOST READ MOST WATCHED

- 1 Sulu Sultan's heirs strike again
- 2 Chipmaker rout engulfs TSMC, Samsung with US\$240 bil wiped out
- 3 HCK Capital being asked to help save Empire Remix 1 in Subang Jaya's USJ1
- 4 Intel plans to cut thousands of jobs in face of PC slowdown
- 5 Caely, WCE, Privasia, MHB, Pintaras Jaya, Southern Cable, DRB-Hicom, Ivory Properties, CN Asia, Meta Bright, Sand Nisko and Silver Ridge

Welcome back, Battersea Power Station

[DOWNLOAD NOW](#)

Main Sponsor
OCBC Bank
Official Car

Supporting Sponsor
Carter
CONCRETE

Branded Content

Post-pandemic Shift in Education Sector

THE EDGE BOOKS

Sale

Kota Kemuning