

**AMOS GROUP LIMITED**  
**(the "Company")**  
(Company Registration No.: 201004068M)  
(Incorporated in the Republic of Singapore)

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**THE USE OF PROCEEDS FROM THE SHARE PLACEMENT**

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In connection with the Debt Restructurings and further to the announcements made by the Company on 23 October 2017, 1 November 2017, 2 November 2017, 20 November 2017, 2 February 2018, 7 February 2018, 14 February 2018, 7 March 2018, 13 March 2018, 27 February 2019 and 23 May 2019 (collectively, the "**Announcements**"), the Board wishes to update shareholders of the Company on the use of the net proceeds of approximately S\$ 67.8 million (after deducting expenses of approximately S\$ 200,000) (the "**Net Proceeds**") from the Share Placement.

The Company would like to update that for the period from 1 April 2019 to 31 December 2019, further funds from the Net Proceeds have been utilized and the details are as depicted in table below:

Table showing utilization of Net Proceeds

Use of Net Proceeds	Revised Allocation of the Net Proceeds set out in the 23 May 2019 Announcement		Balance of Net Proceeds as at 31 March 2019	Net Proceeds utilized from 1 April 2019 to 31 December 2019	Balance of Net Proceeds as at 31 December 2019
	S\$'000	%	S\$'000	S\$'000	S\$'000
Repayment of loan	8,100	11.95	-	-	-
Strengthening the financial position of the Group by enlarging the Company's working capital <sup>(1)</sup>	54,700	80.68	25,967	27,413	(1,446)
Growing the existing business of the Group <sup>(2)</sup>	5,000	7.37	2,640	1,194	1,446
	67,800		28,607	28,607	-

**Breakdown for working capital:**

	S\$'000
Upgrade of Group's existing facilities and purchase of equipment	9,122
Trade and other payables	19,485
Total	28,607

**Notes (as set out in the 13 March 2018 Announcement):**

- (1) For the purposes of financing (i) the purchase of new equipment, (ii) the recruitment and retention of new sales and engineering staff, to bring in new sales and to provide technical know-how and services and/or create value-added products needed for the new sales respectively, in order to reduce inventory, (iii) upgrades and resizing of the Group's existing facilities and/or offices in order to tailor to future business needs, and (iv) the procurement of additional SAP modules to enhance corporate management and accounting controls.
- (2) Including to (i) invest in marketing programs to enhance the Group's brand image in the marketplace and better position the Group for future business opportunities, (ii) pursue potential strategic growth opportunities (including alliances, mergers and acquisitions, joint ventures and investments as and when they may arise) and (iii) participate in tender bids with customers in the O&G and marine sectors.

**By Order of the Board**

Kyle Arnold Shaw, Jr.  
Executive Chairman  
**AMOS GROUP LIMITED**

7 February 2020