



Leader Environmental Technologies Limited

利德环保技术有限公司

(Incorporated in the Republic of Singapore on 15 August 2006)

(Company Registration Number: 200611799H)

USE OF PROCEEDS FROM THE PLACEMENT OF AN AGGREGATE OF 120,000,000 NEW ORDINARY SHARES IN THE SHARE CAPITAL OF LEADER ENVIRONMENTAL TECHNOLOGIES LIMITED AT THE PLACEMENT PRICE OF S\$0.015 PER SHARE

*Unless otherwise defined, all terms used herein shall bear the same meaning as in Leader Environmental Technologies Limited's ("**Company**") circular dated 13 May 2020 ("**Circular**").*

Further to the Company's announcements made on 3 March, 11 April, 5 May, 28 May and 29 May 2020 in relation to the placement of an aggregate of 120,000,000 new ordinary shares to the Placees ("**Placement**"), the Board of Directors ("**Directors**") of Leader Environmental Technologies Limited ("**Company**", and together with its subsidiaries, "**Group**") wishes to update on the utilisation of the proceeds from the Placement ("**Placement Proceeds**"). Subsequent to 14 August 2020, further Placement Proceeds have been utilised for the Company's working capital purposes which are as follows:-

	S\$	S\$
Balance of Net Placement Proceeds as announced on 14 August 2020		960,486
Reimbursement of professional fees and expenses associated with the Rights Issue of the Company from the gross proceeds of the Rights Issue		105,075
Less:		
Payroll and related costs as per disclosure in the Company's Circular		(22,073)
Partial utilisations of S\$838,000 placement proceeds redesignated for working capital*:		
Director's remunerations in arrears of S\$257,911 and for half year in FY2020 of S\$42,089	(300,000)	
Payroll and related costs	(13,031)	
Development, deployment and maintenance of the Company's corporate website	(6,955)	
Miscellaneous expenses	<u>(695)</u>	(320,681)
Balance of Net Placement Proceeds		<u><u>722,807</u></u>

* As announced on 14 August 2020, in view of the COVID-19 pandemic, the Group has decided not to proceed with smaller and riskier projects as they may not be profitable. Hence the Group has redesignated the previously earmarked amount for procurement of raw materials and equipment to working capital.

The Company will continue to make periodic announcements on the utilisation of the balance of the Placement Proceeds as and when the balance funds are materially disbursed.

By Order of the Board

Dr Lin Yucheng
Executive Director
21 September 2020