KOH BROTHERS ECO ENGINEERING LIMITED
(formerly known as Metax Engineering Corporation Limited)
(the "Company")
(Unique Entity Number: 197500111H)

USE OF NET PROCEEDS FROM SUBSCRIPTION SHARES

The board of directors (the "**Board")** of the Company, together with its subsidiaries (the "**Group**") refer to the announcements dated 15 March 2021, 15 May 2021, 18 May 2021, 30 May 2021, 31 May 2021, 8 June 2021, 10 June 2021 and 30 June 2021, as well as the Circular dated 15 May 2021 in relation to the proposed allotment and issue of 810,000,000 new ordinary shares in the capital of the Company to Penta-Ocean Construction Co., Ltd. ("**Subscription Shares**"). Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Circular.

The Board wishes to update Shareholders on the use of net proceeds from the Subscription Shares as follow:

Use of Net Proceeds	Amount allocated (S$ million)	Amount Utilised as at 5 August 2021 (S$ million)	Amount Remaining as at 5 August 2021 (S$ million)
Business Expansion	11.06	-	11.06
General Working Capital	25.81	15.00(1)	10.81
Total	36.87	15.00	21.87

Notes:

(1) The Company has utilised approximately S$10.0 million for repayment of bank facilities and S$5.0 million for payment to suppliers and subcontractors of the Group.

The above utilisation of the net proceeds from the Subscription Shares is consistent with the intended use of the net proceeds disclosed in the Circular.

By Order of the Board
Koh Keng Siang
Non-Executive and Non-Independent Chairman
5 August 2021

This announcement has been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGX-ST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Ng Joo Khin (Telephone number: 6389 3000; Email address: jookhin.ng@morganlewis.com).