GRAND VENTURE TECHNOLOGY LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 201222831E)

ANNOUNCEMENT

UPDATE ON THE USE OF PLACEMENT PROCEEDS

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1. INTRODUCTION

The Board of Directors ("**Board**" or the "**Directors**") of Grand Venture Technology Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcements dated 17 December 2021, 5 January 2022, 24 February 2022, 2 March 2022, 6 April 2022, 31 May 2022, 10 August 2022 and 20 February 2023 in relation to (a) the acquisition of 100% of the equity interests of J-Dragon Tech (Suzhou) Co., Ltd. ("**J-Dragon**") (the "**J-Dragon Acquisition**"), (b) the acquisition of 100% of the share capital of Formach Asia Sdn. Bhd. ("**Formach**") (the "**Formach Acquisition**"), (c) update on the use of proceeds and (d) balance re-allocation of the intended use of proceeds (the "**Previous Announcements**").

Unless otherwise defined, all capitalised terms herein shall bear the same meaning as in the Previous Announcements in respect of each Transaction.

2. UPDATE ON THE USE OF PLACEMENT PROCEEDS

The Company has raised net proceeds from the placement of new shares of approximately S$27.6 million in September 2021 (the "**Placement Proceeds**").

Pursuant to Rule 704(30) of the Listing Manual, the Board wishes to provide an update on the utilisation of the Placement Proceeds pursuant to the intended use of as disclosed in the Placement Agreement dated on 3 September 2021 and its re-allocation of balance on 20 February 2023.

Placement Proceeds (Placement Agreement dated 3 September 2021)

Use of proceeds	Allocated		Utilised (announced 10-Aug-22)	Balance (announced 10-Aug-22)	Amount re-allocated (announced 20-Feb-23)	Balance after re-allocation and utilised (announced 20-Feb-23)	Utilised	Balance after re-allocation and utilised
	%	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000	S$'000
Expansion via mergers and acquisitions, joint ventures and partnerships	40-45	11,000 to 12,400	4,500	6,500	(4,500)	2,000	2,000(1)	-
Investing and enhancing operational and engineering capabilities	40-45	11,000 to 12,400	11,000	-	4,500	705	-	705
General working capital(2)	10-20	2,783 to 5,583	5,583	-	-	-	-	-
Total	**100**	**27,583**	**21,083**	**6,500**	**-**	**2,705**	**2,000**	**705**

(1) The Company has utilised S$2.0 million from the balance to fund the remaining Cash Consideration pursuant to the respective Withholding Payment Dates of the Transactions.

(2) Details of working capital used:

	S$'000
Staff cost	4,803
Directors' fees	100
Professional fees, including M&A due diligence costs	170
Rental, office expenditure and other operating expenses	510
Total	**5,583**

3. CAUTIONARY STATEMENT

Shareholders and potential investors are advised to read this announcement and any past and future announcements by the Company carefully when dealing with the shares and securities of the Company. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take or when dealing with their shares or securities of the Company.

BY ORDER OF THE BOARD

LEE TIAM NAM
Executive Deputy Chairman
3 March 2023