



PEGASUS ASIA ANNOUNCEMENT FOR QUARTERLY UPDATES PURSUANT TO RULE 754(3) AND PRACTICE NOTE 6.4

INTRODUCTION

The Company was incorporated in the Cayman Islands on 13 October 2021 under the Companies Act as an exempted company with limited liability, under the name “Pegasus Asia”.

We are a special purpose acquisition company incorporated for the purpose of entering into a business combination in the form of a merger, share exchange, asset acquisition, share purchase, reorganization or similar business combination. We have not selected any potential business combination target and we have not, nor has anyone on our behalf, initiated any substantive discussions, directly or indirectly, with any potential business combination target.

Our business strategy is to identify and consummate an initial business combination with a company that has a strong track record in terms of opportunistic accretive and value-creating operations with significant upside from product offerings expansion, client base diversification and business mix rebalancing, so as to generate long-term shareholder value. We intend to concentrate our efforts on identifying businesses in technology-enabled, disruptive, new-economy sectors that have operations primarily centred in Asia Pacific, including but not limited to consumer-tech, fintech, prop-tech, insurance-tech, health-tech, and digital services. These businesses will offer multiple opportunities that drive sustained growth, capitalizing on key secular trends.

(a) General description of the issuer’s operating expenses and the total amount spent;

Total operating expenses for period from 13 October 2021 (date of incorporation) to 31 March 2022 of S\$5,641,071 were attributed to the following:

- Underwriting commission and expenses of S\$2,586,898 which included underwriting commission in connection with the IPO offering and the overallotment option;
- Legal and professional expenses of S\$2,094,963. These were largely attributed to legal fees of S\$1,372,234 and other professional fees of S\$722,729 incurred for the IPO offering;
- Insurance of S\$432,000;
- Listing fees of S\$128,400;
- Miscellaneous expenses of S\$398,810 comprise:
 - 1) Advertising fees;
 - 2) Salaries and wages; and
 - 3) Administrative service fee

(b) Detailed description, analysis and discussion on the top 5 highest amount of operating expenses;

The top 5 highest amount of operating expenses comprise:

- 1) Underwriting commission and expenses of S\$2,586,898 paid to the issue managers

- 2) Legal expenses in connection with the IPO offering of S\$1,372,234
- 3) Professional fees in connection with the IPO offering of S\$722,729. These include professional services rendered for accounting and tax advisory, shares registrar and public relation advisory services.
- 4) Directors and Officers insurance of S\$432,000.
- 5) Listing fees of S\$128,400

(c) **A statement by the directors of the issuer on whether there is any circumstance that has affected or will affect the business and financial position of the issuer;**

The directors are not aware that there is any circumstance that has affected or will affect the business and financial position of the issuer.

(d) **Commentary from the directors of the issuer on the direction of the business combination, including any change to the objective, strategy, status and capital of the issuer;**

There is no change to the direction of the business combination, including objective, strategy, status and capital of the issuer, as disclosed in the IPO prospectus.

(e) **In relation to the funds placed in the escrow account, the composition of the permitted investments, the issuer's investment strategy, market and credit risks for such investments; and**

As at 31 March 2022, 99.9% of the proceeds raised from the IPO offering, S\$152,254,727, is placed in the Escrow account.

(f) **Brief explanation of the status of (i) utilisation of proceeds from IPO, compared with the disclosure of the intended use of proceeds in the prospectus, segregated between those placed in the escrow account from those which are not, including explanation for any material deviation in the use of proceeds; and (ii) utilisation of any interests and income derived from the amounts placed in the escrow account.**

Total operating expenses of S\$5,641,071 for period from 13 October 2021 (date of incorporation) to 31 March 2022 were higher as compared to the estimated total offering expense of S\$4,090,000 in the prospectus. This was largely due to higher IPO related expenses incurred by the Company compared to the estimated legal and professional fees.

- i. The utilisation of proceeds (from the issue of Private Placement Warrants) is in line with the disclosure of the intended use of proceeds in the prospectus. The IPO proceeds placed in the Escrow account are not used for operating expenses incurred by the Company to date.
- ii. There is no utilisation of any net interests and income derived from the amounts placed in the Escrow account.