LY CORPORATION LIMITED
Company Registration no. 201629154K
(Incorporated in the Republic of Singapore)

CHANGE IN AND UPDATE ON USE OF IPO PROCEEDS

*Where capitalised terms are used in this announcement and not otherwise defined, such capitalised terms shall bear the same meanings as ascribed to them in the offer document of the Company dated 18 January 2018 ("**Offer Document**").*

The Board of Directors (the "**Board**") of LY Corporation Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Offer Document in relation to the Company's initial public offer ("**IPO**") and wishes to announce the following update and change in use of proceeds from the IPO ("**Change in IPO Proceeds**"):

Purpose	Original allocation of IPO Proceeds (S$'000)	Amount re-allocated (S$'000)	Revised allocation of IPO Proceeds (S$'000)	IPO Proceeds utilised (S$'000)	Balance of IPO Proceeds (S$'000)
Expanding the sales network in the PRC	1,000	(863)	137	(137)	–
Upgrading the machinery and equipment and acquiring new technology	5,000	863	5,863	(5,000)	863
Construction of additional facilities	4,000	–	4,000	(3,959)	41
General working capital purposes[(1)]	3,000	–	3,000	(2,325)	675
Total	**13,000**	–	**13,000**	**(11,421)**	**1,579**

Note:

(1) Payment of corporate and administrative expenses.

The Board is of the view that the Change in IPO Proceeds is in the best interests of the Group and its shareholders as the Change in IPO Proceeds will enable the Group to effectively utilise the cash available to the Group to fund the upcoming cash flow needs in upgrading its machinery and equipment and acquiring new technology for its current and new businesses.

The Company will make periodic announcements on the use of the IPO Proceeds as and when the funds are materially disbursed, and will also provide a status report on such use of the IPO Proceeds in the annual reports of the Company.

BY ORDER OF THE BOARD

Tan Yong Chuan
Executive Director and Chief Executive Officer
16 November 2020

---

*This announcement has been prepared by LY Corporation Limited (the "**Company**") and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "**Sponsor**") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Lance Tan, Senior Vice President, at 8 Anthony Road, #01-01, Singapore 229957, telephone (65) 6590 6881.