

Sim Leisure Group Ltd.

(Company Registration Number: 201808096D)

(Incorporated in the Republic of Singapore)

USE OF PROCEEDS FROM THE ISSUE OF 13,422,500 NEW ORDINARY SHARES IN THE CAPITAL OF SIM LEISURE GROUP LTD.

The board of directors (the “**Board**”) of Sim Leisure Group Ltd. (the “**Company**”) refers to the Company’s announcements dated 24 March 2020, 12 May 2020, 20 May 2020 and 26 May 2020 as well as the Company’s circular to shareholders dated 24 April 2020 (the “**Circular**”) in relation to the proposed issue of 13,422,500 new ordinary shares at an issue price of S\$0.22 per new ordinary share in the capital of the Company (“**Subscription**”).

Pursuant to the Subscription, the Company raised net proceeds amounting to approximately S\$2,922,950, after deducting expenses incurred in connection with the Subscription as set out in the Company’s announcement dated 24 March 2020 and the Circular (the “**Net Proceeds**”).

The Company wishes to provide an update on the utilisation of the Net Proceeds as follows:

Use of Net Proceeds	Allocation of Net Proceeds (S\$)	Net Proceeds utilised up to the date of this announcement (S\$)	Balance of Net Proceeds as at the date of this announcement (S\$)
Funding of potential growth and expansion or diversification	1,753,770	1,753,770 ⁽¹⁾	NIL
General working capital	1,169,180	1,169,180 ⁽²⁾	NIL
Total	2,922,950	2,922,950	NIL

Notes:

- (1) The Net Proceeds of S\$1,753,770 were utilised to fund the construction of (i) the ESCAPE Challenge indoor adventure theme park in Paradigm Mall, located at Petaling Jaya, Malaysia; and (ii) several new attractions including the Zorb Ball and Zip Coaster in ESCAPE Penang outdoor adventure theme park. These are in line with the Group’s growth and expansion strategy of investing in and building the ESCAPE brand in Malaysia.

(2) The Net Proceeds of S\$1,169,180 were utilised as follows:

Summary of Expenses	Working Capital (S\$)
Staff Cost	850,000
Marketing and promotional expenses	100,000
Repair and Maintenance	100,000
Utility bills	119,180
Total	1,169,180

The Company has fully utilised the Net Proceeds as at the date of this announcement. The above utilisation of the Net Proceeds is in accordance with the intended use and allocation as set out in the Company's announcement dated 24 March 2020 and the Circular.

BY ORDER OF THE BOARD
SIM LEISURE GROUP LTD.

Sim Choo Kheng
Executive Director and Chief Executive Officer
1 October 2021

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. ("Sponsor"), in accordance with Rule 226(2)(b) 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 correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Goh Mei Xian, Associate Director, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.