SINOCLOUD GROUP LIMITED
(THE "COMPANY")
(Company Registration No.: 34050)
(Incorporated in Bermuda on 13 August 2003)

USE OF PROCEEDS FROM THE PLACEMENT OF 1,377,000,000 NEW ORDINARY SHARES

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*Unless otherwise defined, terms used in this announcement shall bear the same meaning as defined in the Company's announcements dated 16 October 2015 (the "**Announcement**"), 28 October 2015, 3 November 2015, 3 February 2016 and 26 May 2016, as well as the Company's annual report for the financial year ended 31 March 2016 ("**AR2016**"), relating to the placement of an aggregate of 1,377,000,000 new ordinary shares in the capital of the Company at an issue price of S$0.0035 per new ordinary share (the "**Placement**").*

The board of directors (the "**Board**") of the Company would like to provide an update on the usage of the net proceeds received by the Company of approximately HK$26.7 million from the Placement ("**Net Proceeds**"). The following is a summary of the use of the Net Proceeds:

	Total (HK$'000)
Balance of the Net Proceeds as disclosed in the Company's AR2016	**5,000**
Less:	
Usage of Net Proceeds for working capital purposes	
• Office overhead and operating expenses	5,000
Balance as at the date of this announcement	**Nil**

As at the date of this announcement, the Net Proceeds have been fully utilised in accordance with the intended use as stated in the Announcement.

BY ORDER OF THE BOARD

Chan Andrew Wai Men
Chairman and Chief Executive Officer

26 January 2017

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*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), for compliance with the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not independently verified the contents of this announcement.*

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. Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.