
**REALLOCATION AND USE OF PROCEEDS FROM EXERCISE OF WARRANTS
GRANTED UNDER THE RIGHTS CUM WARRANTS ISSUE IN 2018**

The board of directors (“**Board**”) of F J Benjamin Holdings Ltd (the “**Company**”, together with its subsidiaries, the “**Group**”) refers to (i) the Company’s circular to its shareholders dated 15 February 2018 and offer information statement dated 12 March 2018 (“**Offer Information Statement**”) in relation to the Rights cum Warrants Issue; and (ii) the Company’s announcement dated 17 May 2021 (the “**Announcement**”) on the reallocation and use of proceeds from exercise of warrants granted under the Rights cum Warrants Issue in 2018. *Unless otherwise defined, all capitalised terms used in this announcement shall bear the same meanings as ascribed to them in the Offer Information Statement and the Announcement.*

The Board wishes to provide an update on further reallocation and utilisation of Net Proceeds. Following a review of the Group’s current operating environment, taking into consideration the on-going COVID-19 pandemic and safe distancing measures which impacted the businesses of the Group, the Board had re-allocated S\$295,000 of the Net Proceeds originally allocated for the expansion of the Group’s business activities when the Rights cum Warrants Issue took place three years ago (pre COVID-19) to general working capital purposes (the “**Reallocation**”). The Board is of the view that the Reallocation is in the best interests of the Company and Shareholders as the Reallocation will enable the Group to effectively utilise the cash available to the Group to fund the working capital needs of the Group.

The following table summarises the Reallocation and use of Net Proceeds:-

Use of Net Proceeds	Amount reallocated as disclosed in the Announcement	Balance of Net Proceeds as at the date of the Announcement (“Balance Sum”)	Balance Sum, after Reallocation	Amount utilised since the Announcement up to the date of this announcement	Balance of Net Proceeds after Reallocation as at the date of this announcement
Expansion of the Group’s business activities	\$1,782,000	S\$1,378,000	\$1,083,000	\$1,052,000 ⁽¹⁾	\$31,000
General working capital	\$4,488,000	-	\$295,000	\$295,000 ⁽²⁾	-
Total	\$6,270,000	S\$1,378,000	\$1,378,000	\$1,347,000	\$31,000

Notes:

(1) Utilised for the purchase of inventory and advertising and promotional expenses for brands launched on e-commerce and capital injection for a new joint venture company, The Luxe Concierge Pte Ltd.

(2) Utilised for repayment of trade invoices financed by banks.

Save as disclosed above on the Reallocation, the use of Net Proceeds is in accordance with the intended uses as disclosed in the Announcement.

The Board will continue to provide periodic announcements on the utilisation of the balance of the Net Proceeds as and when such proceeds are materially disbursed. The Company will also provide a status report on the use of the Net Proceeds in its annual report(s) and financial results announcement(s).

BY ORDER OF THE BOARD

Karen Chong Mee Keng
Company Secretary
30 December 2021

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor (the "**Sponsor**"), ZICO Capital Pte. Ltd., 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 Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.