**KOH BROTHERS ECO ENGINEERING LIMITED**
(Unique Entity Number: 197500111H)
(Incorporated in Singapore)

## USE OF NET PROCEEDS OF RIGHTS CUM WARRANTS ISSUE

The board of directors (the "**Board**") of Koh Brothers Eco Engineering Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcements dated 15 May 2017, 13 June 2017, 5 October 2017, 20 October 2017, 9 November 2017, 14 November 2017, 17 November 2017 and 22 January 2018 as well as the Offer Information Statement dated 20 October 2017 in relation to the Rights cum Warrants Issue. Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Offer Information Statement.

The Board wishes to update Shareholders on the use of the net proceeds raised from the Rights cum Warrants Issue as set out below:

| **Use of Net Proceeds** | **Amount Allocated (S$ million)** | **Amount Utilised as at 13 April 2018 (S$ million)** | **Amount Remaining as at 13 April 2018 (S$ million)** |
|---|---|---|---|
| Business Expansion | 4.85 | 4.85[(1)] | Nil |
| General Working Capital | 11.30 | 11.30[(2)] | Nil |

*Notes:*

*(1) Initial working capital injection of S$3.50 million for the operations of a joint operation entity in the ordinary course of business, and investment of S$1.35 million in capital assets in the ordinary course of business, both of which are in line with the Group's business expansion plans. The capital assets were acquired from an independent third party.*

*(2) Full repayment of a revolving credit facility of S$1.5 million and a total payment of S$9.8 million to suppliers and subcontractors of the Group*

The above utilisation of the net proceeds raised from the Rights cum Warrants Issue is consistent with the intended use of the net proceeds disclosed in the Offer Information Statement. Following this, the net proceeds raised from the Rights Cum Warrants Issue have been fully utilised.

By Order of the Board

Koh Keng Siang
Chairman

13 April 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Stamford Corporate Services Pte. Ltd., for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Company's 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.

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