

SAPPHIRE CORPORATION LIMITED

("Company")

(Incorporated in the Republic of Singapore)

(Company Registration No. 198502465W)

UPDATE ON USE OF PROCEEDS

All capitalised terms used in this Announcement which are not defined herein shall have the meanings ascribed to them in the announcements dated 22 January 2021, 15 February 2022 and 24 August 2023 ("**Previous Announcements**") and the circular to shareholders of the Company dated 9 October 2020 ("**Circular**") in relation to the Proposed Transaction ("**Completed Transaction**").

The board of directors (the "**Board**" or "**Directors**") of the Company refers to the Previous Announcements and Circular relating to the Completed Transaction.

The Board wishes to provide an update on the material disbursements from the Tranche 2 Escrowed Sum representing 35.7% of the Net Proceeds (amounting to RMB 91,698,444) from the Completed Transaction.

Material disbursements from Tranche 2 Escrowed Sum

The Company has made material disbursements from the Tranche 2 Escrowed Sum. Details of the material disbursements from the Tranche 2 Escrowed Sum are as follows:

Adjusted use of proceeds	Percentage Allocation of the Net Proceeds	Percentage of the Net Proceeds utilised	Amount utilised (RMB'000)
(a) investments into, and financing, and for supply of materials for urbanisation, infrastructure and water and environmental conservation (WEM) projects and transit-oriented development (TOD) projects, as and when opportunities arise	22.8% to 31.9%	7.8%	20,000
(b) purchase of construction equipment by SYE for its business, being the leasing of warehouse and equipment and supply of materials for urbanisation projects, and payment to Ranken Railway for site facilities construction and loan incurred	0.3% to 9.4%	NIL	NIL
(c) expansion of the integrated building estate management services (such as marketing, leasing and consultancy services as well infrastructure, property management and city redevelopment services) with water and environmental conservation solutions of CSJCMS, including investments into other companies undertaking businesses similar to that of CSJCMS or by increasing the headcount of CSJCMS	1.1% to 14.7%	0.2%	600
(d) general corporate purposes including general working capital, financing of new business ventures through acquisitions and/or strategic investments as and when	2.6% to 11.7%	8.3%	21,400

opportunities arise, and share buy-back exercises to Shareholders			
Total	35.7%	16.3%	42,000

The Total Percentage of the Net Proceeds unutilised is 19.4% (amounting to RMB 49,698,000). The Company will continue to make further periodic announcements on the use of the Tranche 2 Escrowed Sum as and when the Tranche 2 Escrowed Sum are materially disbursed.

By Order of the Board of
Sapphire Corporation Limited

Wang Heng
Executive Director and Chief Executive Officer
29 February 2024