



KING WAN CORPORATION LIMITED
(Company Registration No. 200001034R)
(Incorporated in the Republic of Singapore)

UPDATE AND CHANGE IN USE OF PROCEEDS FROM THE RIGHTS ISSUE

The Board of Directors (“**Board**” or “**Directors**”) of King Wan Corporation Limited (the “**Company**”) refers to its announcements dated 31 March 2021, 30 July 2021, 3 August 2021, 12 August 2021, 17 August 2021, 7 September 2021, 8 September 2021 and 28 January 2022 in relation to the Rights Issue (the “**Rights Issue Announcements**”) and the offer information statement dated 12 August 2021 (the “**Offer Information Statement**”). Unless otherwise defined, capitalised terms used herein shall have the same meanings as defined in the Rights Issue Announcements and the Offer Information Statement.

The Company would like to update on the utilisation of the net proceeds raised from the Rights Issue.

The Company reallocated S\$0.29 million of the net proceeds from “general working capital” to “expansion and growth of existing business and/or financing of potential strategic joint ventures”.

The Group utilised the S\$4.0 million to increase its share capital in the Group’s wholly owned subsidiary, King Wan Construction Pte Ltd (“KWC”) for the purpose to expand the project team with the required expertise to develop its Mechanical & Electrical engineering services on green retrofitting in Singapore. This is in line with the Singapore Green Plan 2030’s target for greener infrastructure and buildings. The funds will also be used to support the working capital of the green retrofitting and air-conditioning mechanical ventilation projects that are larger in scale and involve purchase of large and specialised equipment.

Intended use of gross proceeds	Amount Allocation	Amount After Reallocation	Amount Utilised	Balance of Proceeds
	S\$’million	S\$’million	S\$’million	S\$’million
Expansion and growth of existing business and/or financing of potential strategic joint ventures	3.71	4.00	(4.00)	-
General working capital	3.04	2.75	(2.74) ⁽¹⁾	-
Total	6.75	6.75	(6.75)	-

⁽¹⁾ General working capital utilised for payments made to suppliers for supply of materials and labour in relation to construction projects.

BY ORDER OF THE BOARD

Chua Eng Eng
Managing Director
28 March 2023