



Leader Environmental Technologies Limited

利德环保技术有限公司

(Incorporated in the Republic of Singapore on 15 August 2006)

(Company Registration Number: 200611799H)

UPDATE ON THE PROPOSED PLACEMENT OF UP TO 470,588,100 NEW ORDINARY SHARES IN THE CAPITAL OF LEADER ENVIRONMENTAL TECHNOLOGIES LIMITED (ASSUMING THE UPSIZE OPTION IS FULLY EXERCISED) AT THE ISSUE PRICE OF S\$0.17 FOR EACH NEW ORDINARY SHARE

The Board of Directors (the "**Board**" or "**Directors**") of Leader Environmental Technologies Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcement made by the Company on 31 January 2021 in relation to the Placement (the "**Placement Announcement**"). Unless otherwise defined, capitalised terms used in this announcement shall have the meanings ascribed to them in the Placement Announcement.

The Board wishes to update that:

- (a) the Placement Agent has confirmed that as at the date of this announcement, the Placement Agent has received firm commitments from subscribers of S\$59,999,987.00 (approximately S\$60.0 million) under the Placement;
- (b) one of the placees under the Placement is Ms Pan Shuhong, who is a substantial shareholder of the Company holding approximately 12.68% of the total number of issued Shares as at the date of this Announcement. Ms Pan Shuhong will be subscribing for 13,000,000 Placement Shares (equivalent to approximately S\$2.2 million at the Placement Price of S\$0.17). As the exceptions under Rule 812(3) of the Listing Manual are applicable, the Company will not be seeking the approval of Shareholders for the placement of Placement Shares to Ms Pan Shuhong; and
- (c) the Placement Agent may elect to exercise the Upsize Option (to raise additional gross proceeds of up to approximately S\$20.0 million) if suitable strategic investor(s) are identified.

The Board wishes to highlight that the Placement is subject to, *inter alia*, (i) the approval of Shareholders at an extraordinary general meeting of the Company to be convened and (ii) the approval in-principle for the listing and quotation of the Placement Shares on the Main Board of the SGX-ST having been obtained from the SGX-ST. Further details on the conditions precedent to the Placement pursuant to the Placement Agreement are set out in paragraph 3.3 of the Placement Announcement.

The Company will continue to keep Shareholders updated and release announcements relating to the Placement (including any material developments and progress made) as may be appropriate from time to time.

Shareholders and potential investors should note that the Placement is subject to the fulfilment of, *inter alia*, certain conditions precedent, and accordingly, should exercise caution when trading in the Shares. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

Dr Lin Yucheng
Executive Chairman and Chief Executive Officer
25 February 2021

Important Notice

Notification under Section 309B of the Securities and Futures Act, Chapter 289 of Singapore: The Placement Shares are "prescribed capital markets products" (as defined in the Securities and Futures (Capital Markets Products) Regulations 2018 and "Excluded Investment Products" (as defined in MAS Notice SFA 04- N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).