VERTEX TECHNOLOGY ACQUISITION CORPORATION LTD

ANNOUNCEMENT FOR QUARTERLY UPDATES PURSUANT TO RULE 754(3) AND PRACTICE NOTE 6.4

INTRODUCTION

The Company was incorporated in the Cayman Islands on 21 July 2021 under the Companies Act as an exempted company with limited liability, under the name "Vertex Technology Acquisition Corporation Ltd.".

We are a new special purpose acquisition company incorporated in the Cayman Islands for the purpose of effecting an initial business combination. We have not selected any potential business combination target and we have not, nor has anyone on our behalf, initiated any substantive discussions, directly or indirectly, with any potential business combination target.

We intend to identify, acquire and manage a business with a core technology focus, highly differentiated products and scalable business models, with the aim to improve people's lives by transforming businesses, markets and economies. With the breadth of our Sponsor's global venture capital platform and depth of its local expert teams, we believe we have a unique ability to help support our target company scale and grow faster, as it transitions into the next phase of its life cycle.

(a) **General description of the issuer's operating expenses and the total amounts spent**;

Total Operating Expenses for period from 1 October 2022 to 31 December 2022 of S$762,750 were attributed to the following:

- Director fees (FY2022) of S$295,890;
- Audit fees of S$152,796;
- Legal and professional expenses of S$94,080. These were largely attributed to the legal fees of S$83,819 and other professional fees of S$10,261;
- Administrative services fee of S$80,250; and
- Travelling expenses of S$48,353.
- Other expenses such as accounting and corporate secretarial fees and listing fees of S$91,381.

(b) **Detailed description, analysis and discussion on the top 5 highest amount of operating expenses;**

The top 5 highest amount of operating expenses in the 4th quarter of FY2022 comprises of:

1) Director fees (FY2022) of S$295,890
2) Audit fees of S$152,796
3) Legal fees of S$83,819. These relates to legal and professional services rendered during the identification of potential targets by the Company.
4) Administrative fees of S$80,250
5) Travelling expense of S$48,353.

(c) A statement by the directors of the issuer on whether there is any circumstance that has affected or will affect the business and financial position of the issuer;

As at the date of this Announcement, the Board is of the opinion that there is no circumstances that has affected or will affect the business and financial position of the issuer.

(d) Commentary from the directors of the issuer on the direction of the business combination, including any change to the objective, strategy, status and capital of the issuer;

As at the date of this Announcement, the Company has not entered into any written binding acquisition agreement in relation to a potential business combination. There is no change to the direction of the business combination, including objective, strategy, status and capital of the issuer, as disclosed in the IPO prospectus.

(e) In relation to the funds placed in the escrow account, the composition of the permitted investments, the issuer's investment strategy, market and credit risks for such investments; and

Details of the Permitted Investments for the escrowed funds

In compliance with Rule 210(11)(i)(iv) of the Listing Manual, we intend to invest the escrowed funds in our Escrow Account in permitted investments such as Singapore Government Securities bonds ("SGS Bonds"), Singapore Government Securities treasury bills ("SGS T -Bills") and bills issued by the Monetary Authority of Singapore ("MAS Bills"), on the basis that the SGS Bonds, SGS T-Bills and MAS Bills each meet the requirement of liquidity (as they can be liquidated through a sale in the secondary market) and are backed by a AAA-rated sovereign or issued by the Singapore central bank.

As at 31 December 2022, the Company has invested **S$209,728,596** (Nominal value: S$211,800,000) in bills issued by Monetary Authority of Singapore ("MAS Bills") being Permitted Investments, representing 99.8% of the total cash in the Escrow Account.

(f) **Brief explanation of the status of (i) utilisation of proceeds from IPO, compared with the disclosure of the intended use of proceeds in the prospectus, segregated between those placed in the escrow account from those which are not, including explanation for any material deviation in the use of proceeds; and (ii) utilisation of any interests and income derived from the amounts placed in the escrow account.**

Total Operating Expenses of S$3,046,851* for period from 21 July 2021 (date of incorporation) to 31 December 2022 was lower as compared to S$5,004,000* which comprises the estimated total offering expense of S$2,781,000 and remaining net proceeds of S$2,223,000 from the issuance of 16 million Private Placement Warrants in the prospectus. The total actual expenses were lower largely due to lower IPO related expenses incurred by the Company compared to the estimated miscellaneous expenses.

i. The utilisation of proceeds (from the issue of Private Placement Warrants) is in line with the disclosure of the intended use of proceeds in the prospectus. The IPO proceeds placed in the Escrow account are not used for the expenses incurred by the Company to date.

ii. There is no utilisation of any interests and income derived from the amounts placed in the Escrow account.

* Exclude underwriting commission that was amortised