

SWING MEDIA TECHNOLOGY GROUP LIMITED

(Company Registration Number 30254)

(Incorporated in Bermuda on 26 March 2001)

USE OF PROCEEDS FROM THE RIGHTS ISSUE

*Unless otherwise defined, capitalised terms used in this announcement (“**Announcement**”) shall have the meaning ascribed to them in the Offer Information Statement dated 28 February 2014 relating to the Rights Issue (“**Offer Information Statement**”) and the announcements dated 14 February 2014, 18 February 2014, 28 February 2014, 21 March 2014, 24 March 2014 and 30 July 2014 relating to the Rights Issue.*

The Board of Directors of the Company refers to the issue of 223,201,249 new ordinary shares (“Right Shares”) pursuant to a right issue (“Right Issue”), at an issue price of S\$0.0618 for each Rights Share, on the basis of one (1) Rights Share for every two (2) existing ordinary shares of US\$0.01 each in the capital of the Company on 24 March 2014.

The net proceeds from the Rights Issue was approximately HK\$80.5million (approximately S\$13.427 million) after deducting professional fees as well as related expenses incurred in connection with the Rights Issue.

As at 29 August 2014, the Company has fully utilised the balance amount of approximately S\$4.585 million from the net proceeds from the Rights Issue in the following manner:

- approximately S\$1.174 million million for repayment of bank loan; and
- approximately S\$3.411 million million as general working capital for purchase of plastic resin.

The above utilisations are in accordance with the intended use of the proceeds from the Rights Issue as stated in the Company’s announcement on 14 February 2014 and 18 February 2014 and Offer Information Statement.

Following such utilisation, the net proceeds from Rights Issue have been fully utilised.

The Company would also provide a status report on the use of proceeds from the Rights Issue in the annual report of our Company.

By order of the Board

Johnny Chan Hon Chung
Director / Company Secretary
29 August 2014