

Hoe Leong Corporation Ltd.
(Incorporated in the Republic of Singapore)
(Company Registration Number 199408433W)

USE OF PROCEEDS FROM EXERCISE OF OPTIONS

The Board of Directors (the “**Board**”) of Hoe Leong Corporation Ltd. (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s:

- a) Circular to Shareholders dated 1 June 2021 (the “**Circular**”);
- b) SGXNet announcement dated 28 March 2023 in relation to the exercise of the remaining 1,264,383,561 Options (Principal amount: S\$1,846,000) by substantial shareholder, Shing Heng Holding Pte. Ltd.; and
- c) The Company’s SGXNet announcements dated 12 April 2023 and 17 May 2023 in relation to the use of proceeds from the exercise of the remaining Options (the “**Announcements**”).

Unless otherwise defined, capitalised terms used herein shall have the meanings as ascribed in the Circular and the Announcements.

The Board wishes to announce that the balance of the proceeds from the exercise of the remaining Options has been fully utilised as at the date of this announcement.

Use of proceeds (As set out in the Circular)	Amount allocated S\$’000	Amount used per the Announcements S\$’000	Amount used post- Announcements S\$’000	Amount used as at the date of this announcement S\$’000	Amount unused as at the date of this announcement S\$’000
General working capital (and any potential investments in plant and equipment for expansion and enhancement of operational capacity)	1,846	(1,177)	(669)	(1,846)	-

The breakdown of the use of proceeds for general working capital purposes is as follows:

	S\$’000
Purchases from suppliers and subcontractors	322
Investments in plant and equipment	207
Other operating expenses*	1,317
Total	<u>1,846</u>

*Comprising mainly of rental expenses, payroll costs and legal and professional fees.

The use of proceeds from the exercise of the remaining Options is in accordance with the stated intended use and percentage allocation as disclosed in the Circular.

By Order of the Board

Yeo Puay Hin
Executive Director and CEO
15 November 2023