

SINCAP GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No.: 201005161G)

UPDATE ON USE OF PROCEEDS FROM THE RIGHTS ISSUE

The board of directors (the “**Board**”) of Sincap Group Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) refers to the Company’s announcements dated 5 December 2016, 24 January 2017, 24 February 2017, 5 April 2017, 7 April 2017 (the “**Previous Announcements**”) as well as the Offer Information Statement dated 7 March 2017 and the Addendum to the Offer Information Statement dated 15 March 2017 in relation to the Rights Issue, and the announcement dated 1 March 2018 in relation to the Group’s unaudited full year financial results for the financial year ended 31 December 2017.

Unless otherwise defined, all capitalised terms used herein shall bear the same meanings ascribed to them in the Offer Information Statement, the Addendum to the Offer Information Statement and the Previous Announcements.

The Board would like to announce that the net proceeds raised by the Company from the Rights Issue which amounted to approximately S\$3.709 million (after deducting expenses pertaining to the Rights Issue of approximately S\$90,000), have been fully utilised as follows:

Use of proceeds from the Rights Issue	Percentage of net proceeds allocated (%)	Amount utilised as at the date of this announcement (S\$'000)
For expansion/growth of the mining and/or mineral and resource trading of the Group (which includes but is not limited to the current and/or future mining and/or mineral and resource trading of the Group, any related, complementary or ancillary businesses and towards securing any credit facilities of the Group) and financing business ventures through acquisitions, joint ventures, partnerships, cooperation and/or strategic investments which includes mining and/or mineral and resource trading and any related, complementary or ancillary businesses	60-70	2,596
Working capital purposes	30-40	1,113
Total	100	3,709 (100%)

The net proceeds arising from the Rights Issue is consistent with the intended use and in accordance with the percentages allocated as disclosed in the Previous Announcements.

By order of the Board
SINCAP GROUP LIMITED

Chu Ming Kin
Executive Chairman and Chief Executive Officer
11 May 2018

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, Stamford Corporate Services Pte. Ltd. (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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