SINOCLOUD GROUP LIMITED

(Company Registration No. 34050)
(Incorporated in Bermuda)

USE OF PROCEEDS FROM PLACEMENT

*Unless otherwise defined, all capitalised terms used in this announcement shall have the same meanings ascribed to them in the Company's announcements dated 21 December 2020, 6 January 2021 and 11 January 2021 in relation to the placement of 1,567,400,000 new ordinary shares in the capital of the Company ("**Placement**").*

The Board wishes to provide an update on the utilisation of the Net Proceeds as follows:

Use of Net Proceeds	**Allocation of Net Proceeds (as disclosed in the Company's announcement dated 21 December 2020) (HK$'000)**	**Net Proceeds utilised up to the date of this announcement (HK$'000)**	**Balance of Net Proceeds as at the date of this announcement (HK$'000)**
Repayment of debt and outstanding interests in respect of the Convertible Bond	6,000	6,000	-
General corporate and administrative purposes	3,880	283(1)	3,597
Total	9,880	6,283	3,597

Note:
(1) A breakdown of the use of the Net Proceeds for general corporate and administrative purposes of the Group is as follows:

	HK$'000
Bermuda registrar and corporate administration expenses	172
Employee benefit expenses	64
Office rental and overhead	47
Total	**283**

The use of the Net Proceeds is in accordance with the intended use as disclosed in the Company's announcement dated 21 December 2020. The Company will make periodic announcements as and when the balance of the Net Proceeds is materially utilised.

BY ORDER OF THE BOARD

Chan Andrew Wai Men
Chairman and Chief Executive Officer

12 January 2021

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, ZICO Capital Pte. Ltd. (the "**Sponsor**"), in accordance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") Listing Manual Section B: Rules of Catalist.*

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.

The contact person for the Sponsor is Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road, #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.