

ALPHA DX GROUP LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No: 200310813H)

REALLOCATION OF THE NET PROCEEDS RAISED FROM THE CONVERTIBLE LOAN

The Board of Directors (the “**Board**”) of Alpha DX Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the Company’s circular dated 24 September 2020 (the “**Circular**”) in relation to the convertible loan agreement of S\$24,000,000 (the “**Convertible Loan**”) and the Company’s announcements dated 27 February 2021, 15 April 2021, 13 August 2021, 13 November 2021 and 2 March 2022 (collectively, the “**Announcements**”) on the use of proceeds from the Convertible Loan.

Further to the Announcements and pursuant to Rule 704(30) of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited, the Board wishes to announce that the Company has reallocated a sum of S\$800,000 from the category titled “Payment of consideration to the Kydon Holdings Pte. Ltd. in relation to the Proposed Acquisition” to the category titled “Retained in the Company for general working capital purposes and for future investments and acquisition opportunities” (“**Third Reallocation**”), in relation to the net proceeds raised from the Convertible Loan.

The Third Reallocation is necessary to ensure that the Company has sufficient funds to maintain its operations as well as to pay for professional fees in light of the writ of summons the Company has received from PrimePartners Corporate Finance Pte. Ltd. on 1 March 2022 and the statutory demand the Company has received from Kydon Holdings Pte. Ltd. on 4 March 2022.

Following the Third Reallocation, a revised table showing the allocation of the net proceeds from the Convertible Loan, as well as the unutilised balance from each category, are set out below:

Use of Proceeds	Amount allocated on 24 Sep 2020	Amount after first reallocation on 13 Nov 2021	Amount after second reallocation on 28 Feb 2022	Amount utilised	Third reallocation amount on 14 Mar 2022	Unutilised balance
	S\$	S\$	S\$	S\$	S\$	S\$
Payment of consideration to the Kydon Holdings Pte. Ltd. in relation to the Proposed Acquisition	10,000,000	10,000,000	10,000,000	(8,100,000)	(800,000)	1,100,000
Repayment of an earlier S\$1,000,000 short term loan from DiDi Investments, Inc.	1,000,000	1,000,000	1,000,000	(1,000,000)	-	-
Payment of professional fees and expenses incurred by the Company in relation to the convertible loan, the Proposed Acquisition and other associated costs	1,600,000	1,384,379	825,727	(825,727)	-	-
Payment of restructured debts of the Company (i.e. Alpha DX Group Limited) which remain payable in cash	2,000,000	1,741,716	1,275,331	(1,275,331)	-	-
Retained in the Company for general working capital purposes and for future investments and acquisition opportunities	9,400,000	9,873,905	10,898,942	(10,768,117) ⁽¹⁾	800,000	930,825
Total	24,000,000	24,000,000	24,000,000	(21,969,175)	-	2,030,825

- (1) General working capital utilised consisted of payments of administrative and corporate related expenses which consists of payment of staff costs and director fees of S\$925,945, operating costs (which includes advertising, IT expenses and day to day business expenses) of S\$927,940, payment of professional fees of S\$2,331,071 mainly for corporate restructuring and associated costs for potential acquisitions, advances to a subsidiary corporation of S\$300,000 for general working capital purposes, injection of capital to a subsidiary corporation of S\$3,160,000 for (i) repayment of bank loan of S\$2,900,000 and (ii) payment of refundable deposit for a potential acquisition of S\$260,000 pursuant to a non-binding agreement, interest on the convertible loan and borrowing of S\$523,161, payment of consideration to seller in relation to acquisition of Invictus Academy of S\$2,000,000 and S\$600,000 payment for a refundable deposit for exclusive perpetual territorial licence.

The Company will make further announcements on any further reallocation and/or utilisation of the net proceeds as and when funds are materially disbursed.

BY ORDER OF THE BOARD
ALPHA DX GROUP LIMITED

Tan Wee Sin
Company Secretary
14 March 2022

*This Announcement has been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "**Exchange**") and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.*

The contact person for the Sponsor is Ms Ng Shi Qing, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.