PROGEN HOLDINGS LTD
(Incorporated in the Republic of Singapore)
(Company Registration No.: 199605118C)

USE OF PROCEEDS FROM RIGHTS ISSUE

The Board of Directors (the "**Board**") of Progen Holdings Ltd (the "**Company**") refers to its announcement dated 11 December 2017, 12 January 2018, 27 February 2018, 12 April 2018, 25 May 2018, 28 June 2018 and 29 June 2018 in respect of, amongst others, the Rights Issue ("**Announcements**") and the Offer Information Statement dated 7 June 2018 ("**OIS**") in relation to the Rights Issue. Unless otherwise defined in this announcement, all capitalized terms used in this announcement shall have the same meaning ascribed to them in the Announcements and OIS.

The Board wishes to provide an update on the use of the proceeds of approximately S$5.334 million from the rights issue completed on 3 July 2018 as follows:

Intended use of proceeds	**Amount allocated S$'000**	**Amount utilised as at the date of this announcement S$'000**	**Balance S$'000**
Expenses incurred in relation to Rights Issue	200	83	117
Property related business	4,621	2,300	2,321
General working capital	513	0	513
Total	**5,334**	**2,383**	**2,951**

The use of proceeds from the Rights Issue as disclosed above is in accordance with the intended use of proceeds as disclosed in the OIS.

The Board will continue to provide periodic announcements on the utilisation of the balance of the proceeds from the Rights Issue as and when the proceeds are materially disbursed.

By order of the Board

Lee Eng
Managing Director

16 July 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") for compliance with the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this announcement.

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the information, statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Ms Jennifer Tan, Senior Manager, Continuing Sponsorship (Mailing address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and Email: sponsorship@ppcf.com.sg).