



Leader Environmental Technologies Limited

利德环保技术有限公司

(Incorporated in the Republic of Singapore on 15 August 2006)

(Company Registration Number: 200611799H)

USE OF PROCEEDS FROM THE PLACEMENT OF AN AGGREGATE OF 120,000,000 NEW ORDINARY SHARES IN THE SHARE CAPITAL OF LEADER ENVIRONMENTAL TECHNOLOGIES LIMITED AT THE PLACEMENT PRICE OF S\$0.015 PER SHARE

*Unless otherwise defined, all terms used herein shall bear the same meaning as in Leader Environmental Technologies Limited's ("**Company**") circular dated 13 May 2020 ("**Circular**").*

Further to the Company's announcements made on 3 March, 11 April, 5 May, 28 May and 29 May 2020 in relation to the placement of an aggregate of 120,000,000 new ordinary shares to the Placees ("**Placement**"), the Board of Directors ("**Directors**") of Leader Environmental Technologies Limited ("**Company**", and together with its subsidiaries, "**Group**") wishes to update on the utilisation of the proceeds from the Placement ("**Placement Proceeds**"). Subsequent to 20 November 2020, further Placement Proceeds have been utilised for the Company's working capital purposes which are as follows:-

	S\$	S\$
Balance of Net Placement Proceeds as announced on 20 November 2020		355,874
Less:		
Use of proceeds as per disclosure on the Company's Circular		
Payroll and related costs	(22,062)	
Directors' fees for 4Q2020	(22,500)	
Professional fees	(7,410)	
Upfront payment for FY2020's annual reports, advertisements and other related costs	(2,186)	
	<u>(2,186)</u>	(54,158)
Utilisations of S\$838,000 placement proceeds re-designated for working capital*:		
Director's remunerations	(42,320)	
Director's fees for 4Q2020	(11,250)	
Payroll and related expenses due to pay adjustment and headcount additions	(152,221)	
	<u>(152,221)</u>	(205,791)
Unutilised balances from placement expenses, Director's fees, payroll and related costs, rental and repayments of Director's loan now re-designated for the following payments:		
Director's remunerations	(41,554)	
Professional fees	(17,273)	
Upfront payment for FY2020's annual reports, advertisements and other related costs	(7,168)	
Corporate communications, development, deployment and maintenance of the Company's corporate website	(9,955)	
Additional listing application fees payable to SGX-ST	(8,560)	
Travelling and entertainment expenses, reimbursements of mobile phone bills, transportations, dental and medical claims and meeting related expense	(7,337)	
Auditors' airfares incurred for the audit of subsidiaries in China	(4,078)	
	<u>(4,078)</u>	(95,925)
Balance of Net Placement proceeds		<u><u>-</u></u>

The proceeds from the Placement have been fully utilised.

* As announced on 14 August 2020, in view of the COVID-19 pandemic, the Group has decided not to proceed with smaller and riskier projects as they may not be profitable. Hence the Group has re-designated the previously earmarked amount for procurement of raw materials and equipment to working capital.

By Order of the Board

Dr Lin Yucheng
Executive Chairman and Chief Executive Officer
15 February 2021