

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

**MONTHLY VALUATION OF ASSETS AND UTILISATION OF CASH
FOR THE MONTH OF FEBRUARY 2024**

The board of directors (the “**Board**” or “**Directors**”) of Sincap Group Limited (the “**Company**” and together with its subsidiaries, collectively the “**Group**”) wishes to announce the following pursuant to Rules 1017(1)(b) of the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist:

1. MONTHLY VALUATION OF ASSETS

The Company’s assets and liabilities as at 29 February 2024 are as follows:

	RMB (‘000)
<u>Assets</u>	
Cash and cash equivalents	58
	58
 <u>Liabilities</u>	
Other payables	4,394
Loans from a director	4,583
Other borrowings	1,621
	10,598
 Net liabilities	(10,540)

2. MONTHLY UTILISATION OF CASH

	RMB (‘000)
Opening balance as at 1 February 2024	71
 Add	
- Net proceeds from borrowings ⁽¹⁾	659
 Less	
- Professional services ⁽²⁾	254
- Audit fees	208
- Director fees	202
- Others, net ⁽³⁾	7
	671
 Closing balance as at 29 February 2024	58

Notes:

- (1) *Unless otherwise specified, all capitalised terms used in below shall have the same meanings as those defined in the Company's announcement dated 12 August 2022 in relation to its entry into a binding heads of agreement (the "HOA") with Mr. Teh Wing Kwan (the "Professional Investor") for a proposed investment of up to SGD2,000,000 into the Company.*

As disclosed in the Company's results announcement dated 29 February 2024, the Company has entered into a loan agreement with the Professional Investor for a temporary loan facility of up to SGD500,000 (equivalent to RMB2.7 million) (the "Loan Agreement"), and any loan disbursed under the Loan Agreement may form part of the Proposed Loans as specified under the HOA, which is secured by a personal guarantee extended by the chief executive officer of the Company, in favor of the Professional Investor. The Company has further agreed that any loan provided by the Professional Investor to the Company prior to the completion of the Proposed Investment, shall bear interest of 18% per annum and shall be repayable within 12 months from the date of disbursement, unless otherwise extended by the Professional Investor. As at the date of this announcement, the Professional Investor has disbursed a principal loan amount of SGD300,000 (equivalent to RMB1.6 million) to the Company while the Company is still working towards fulfilling the key conditions precedent to the Proposed Investment.

The Board and the audit and risk committee of the Board have noted the previous comments of the Company's auditor pertaining to the going concern assumptions. The Board and the audit and risk committee of the Board are of the view that the terms and conditions of loans provided by the Professional Investor are in the best interest of the Company given that (i) the Professional Investor who, at the request of the Company, has agreed to provide loans pending the fulfilment of the key conditions precedent to the Proposed Investment; and (ii) there have been no other avenues for the Company to seek funding for working capital given the current financial position and state of affairs of the Company.

- (2) Mainly comprises payments for accounting, corporate administrative services, annual report and annual general meeting expenses, and central depository and share registrar services.
- (3) Mainly comprises non-cash adjustments relating to unrealised foreign exchange movements arising from foreign currency cash holdings and bank charges (computed based on the closing exchange rate of S\$/RMB = 5.3505 as at 29 February 2024).

All figures set out in this announcement have not been reviewed or audited by the Company's auditor.

3. CAUTIONARY STATEMENT

The shares in the Company have been suspended from trading since 4 May 2021. Shareholders and potential investors of the Company are advised to read this announcement and any past and future announcements by the Company carefully and to exercise caution when dealing in the securities of the Company. Shareholders and potential investors of the Company are advised to refrain from taking any action with respect to their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders and potential investors of the Company should consult their stockbrokers, bank managers, solicitors, accountants and other professional advisers.

4. DIRECTORS' RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts in respect of the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading.

By Order of the Board
SINCAP GROUP LIMITED

CHU MING KIN
EXECUTIVE CHAIRMAN AND CHIEF EXECUTIVE OFFICER
12 APRIL 2024

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"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (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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