



KOH BROTHERS ECO ENGINEERING LIMITED

(Unique Entity Number: 197500111H)

Incorporated in Singapore

USE OF NET PROCEEDS FROM SUBSCRIPTION SHARES

The board of directors (the “**Board**”) of Koh Brothers Eco Engineering Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcements dated 15 March 2021, 15 May 2021, 18 May 2021, 30 May 2021, 31 May 2021, 8 June 2021, 10 June 2021 and 30 June 2021, as well as the circular dated 15 May 2021, in relation to the proposed allotment and issue of 810,000,000 new ordinary shares in the capital of the Company to Penta-Ocean Construction Co., Ltd. (the “**Subscription Shares**”). Unless otherwise defined, all capitalised terms shall bear the same meanings ascribed to them in the Circular.

The Board wishes to update shareholders on the use of net proceeds from the issue of the Subscription Shares as follows:

Use of Net Proceeds	Amount Allocated (S\$ million)	Percentage Allocated (%)	Amount Utilised (S\$ million)	Amount Remaining as at 28 April 2023 (S\$ million)
Business Expansion	11.06	30	6.15 ⁽¹⁾	4.91
General Working Capital	25.81	70	25.23 ⁽²⁾	0.58
Total	36.87	100	31.38	5.49

Notes:-

- The Company has previously announced on 15 September 2022 that S\$6.15 million has been utilised for the acquisition of technology and equipment used in the Group’s mechanical, electrical and instrumentation control and automation works.*
- Includes: (a) approximately S\$2.01 million utilised for payment to suppliers of the Group and (b) approximately S\$23.22 million, comprising S\$13.50 million for the repayment of bank facilities and approximately S\$9.72 million for payment to suppliers and subcontractors of the Group as disclosed in the Company’s previous announcements dated 5 August 2021 and 6 August 2022.*

The above utilisation of the net proceeds from the issue of the Subscription Shares is consistent with the intended use of the net proceeds as disclosed in the circular dated 15 May 2021.

By Order of the Board

Lee Sok Khian John

Non-Executive and Non-Independent Director

28 April 2023

This announcement has been reviewed by the Company’s sponsor, Stamford Corporation 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 responsibilities for the contents of this announcement, including the correctness of any of the statements or options made or reports contained in this announcement.

The contact person for the Sponsor is Mr. Ng Joo Khin (Telephone number: 6389 3000; Email address: jookhin.ng@morganlewis.com).