
REALLOCATION AND UPDATE ON THE USE OF PLACEMENT PROCEEDS

*Unless otherwise defined, all capitalised terms used and not defined herein shall have the same meanings given to them in the Company's announcements dated 20 September 2021, 12 October 2021, 13 October 2021, 14 October 2021, 16 December 2021, 24 December 2021 and 27 December 2021 ("**Announcements**").*

The board of directors (the "**Board**" or "**Directors**") of Miyoshi Limited (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Announcements in connection with (i) the placement of 18,518,518 ordinary shares in the capital of the Company which was announced on 20 September 2021 and completed on 14 October 2021 (the "**First Placement**") and (ii) the placement of 48,309,179 ordinary shares which was announced on 16 December 2021 and completed on 27 December 2021 (the "**Second Placement**" and together with the First Placement, the "**Placements**"). Further to the Announcements, the Company wishes to announce a re-allocation of the use of the Net Proceeds of the Placements, which was previously set out in the announcements dated 12 October 2021 and 16 December 2021.

Miyoshi Commerce Singapore Pte. Ltd. (formerly known as Miyoshi Mechatronic (S) Pte. Ltd.), a wholly owned subsidiary of the Company has, on 18 January 2022, secured a contract from a third party worth approximately US\$285,000 for trading in white rice (the "**Contract**"). The Contract is not expected to have any material impact on the earnings per share and net asset value per share of the Group for the financial year ending 31 August 2022 ("**FY2022**"). Save for their respective interests held through the Company (if any), none of the Directors or substantial shareholders of the Company has any interest, directly or indirectly, in the said Contract.

Pursuant to the above, after a review of the Group's cash flow needs for its operations, the Board is of the view that the unutilised full amount of the Net Proceeds from the Placements which were originally allocated for expansion via mergers and acquisitions, joint ventures, partnerships and investments amounting to an aggregate of S\$1.038 million, would be better utilised to fund the working capital requirements of the Group's commodity trading business (the "**Reallocated Proceeds**").

Pursuant to the re-allocation, the Company wishes to update that it has fully utilised the Net Proceeds from the First Placement and as at the date of this announcement, the Net Proceeds from the Second Placement has not been utilised. The status and use of Net Proceeds of the Placements as at the date of this announcement is set out below:

Use of Net Proceeds	Original amount allocated (S\$'000)	Amount allocated pursuant to the re-allocation (S\$'000)	Amount utilised as at the date of this announcement (S\$'000)	Balance as at the date of this announcement (S\$'000)
<u>First Placement</u>				
Working capital for the commodities trading business ⁽¹⁾	-	339,200	339,200 ⁽²⁾	-
Expansion via mergers and acquisitions, joint ventures, partnerships and investments	339,200	-	-	-
General working capital	84,800	84,800	84,800 ⁽³⁾	-

Total	424,000	424,000	424,000	-
Second Placement				
Working capital for the commodities trading business ⁽¹⁾	-	699,200	-	699,200
Expansion via mergers and acquisitions, joint ventures, partnerships and investments	699,200	-	-	-
General working capital	174,800	174,800	-	174,800
Total	874,000	874,000	-	874,000

Notes:

- (1) Please refer to the Company's circular to Shareholders dated 15 December 2021 in relation to the diversification into the business of commodity trading.
- (2) Working capital for the commodities trading business refers to purchases from suppliers.
- (3) General working capital includes operating expenses such as professional fees, staff salaries and loan repayment.

Save for the re-allocation, the use of the Net Proceeds from the Placements is in accordance with the intended use as disclosed in the Company's Announcements. The Board considers that the aforementioned re-allocation is advantageous to the Company and is in the best interests of the Company and its shareholders as a whole as the Company has no immediate and definite plans to expand via mergers and acquisitions, joint ventures, partnerships and investments.

The Company will make periodic announcements via SGXNET on the utilisation of the Reallocated Proceeds as and when they are materially disbursed.

BY ORDER OF THE BOARD

Sin Kwong Wah, Andrew
Executive Director and CEO

18 January 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. Jennifer Tan, 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, sponsorship@ppcf.com.sg.