

INCREDIBLE HOLDINGS LTD.
(Incorporated in the Republic of Singapore)
(Company Registration Number: 199906220H)

RE-ALLOCATION OF USE OF PROCEEDS OF THE RIGHTS CUM WARRANTS COMPLETED IN FEBRUARY 2021

Unless otherwise defined, all capitalised terms used and not defined herein shall bear the same meanings ascribed to them in the Company's Offer Information Statement dated 8 January 2021 ("OIS").

The Board of Directors (the "**Board**") of Incredible Holdings Ltd. (the "**Company**" and together with its subsidiaries, the "**Group**") refers to the Company's Offer Information Statement to the shareholders of the Company dated 8 January 2021 in relation to, *inter alia*, the Rights cum Warrants Issue and wishes to provide an update on the reallocation and use of proceeds raised from the Rights cum Warrants.

Pursuant to the Rights cum Warrants, the Company had on 3 February 2021 announced that 2,693,670,727 Rights Shares and 2,693,670,727 2021 Warrants have been allotted and issued by the Company on 2 February 2021. The proceeds from the issue of the Rights Shares was S\$5,673,541.45. Following a review of the Group's current operating environment, proposed acquisition and expansion plans, the Board has decided to reallocate the use of proceed originally allocated for Funding for Finance Business and general corporate and working capital to expansion of the Luxury Goods Business (the "Reallocation") as the Finance Business is in the process of obtaining the relevant license pending approval from the relevant authority. The Finance Business and working capital can be funded through internal resources from the operation of Luxury Goods Business. The Board is of the view that the Reallocation is in the best interests of the Company and Shareholders as the Reallocation will enable the Group to effectively utilise the cash available to the Group for the Luxury Goods Business.

The following table summarises the Reallocation and use of proceeds as follows:

Use of proceeds	Allocation as per the Offer Information Statement		Reallocation	Amount utilized as at the date of this announcement	Balance
	%	S\$'000			
Funding the Financing Business	10	567	(567)	-	-
New Acquisitions	10	567	-	-	567
Expansion of the Luxury Goods Business	50	2,837	867	(2,837)	867
For general corporate and working capital purpose	30	1,702	(300)	(1,274)	128
Total	100	5,673	-	(4,111)	1,562

Save as disclosed above on the Reallocation, the above utilisation of the Net Proceeds from the Rights cum Warrants Issue is consistent with the intended uses as disclosed in the Company's Offer Information Statement dated 8 January 2021. The Company will continue to make periodic announcements via SGXNet on the utilisation of the balance of the proceeds as and when such proceeds are materially disbursed.

An aggregate amount of S\$1,274 thousand had been used for general working capital and the principal disbursements are set below:

	S\$'000
Professional fees	408
Website development expenses	123
Director fee	160
Others (included payroll, bank charges and other operating expenses)	583
Total	<u>1,274</u>

**RE-ALLOCATION OF USE OF PROCEEDS OF THE RIGHTS CUM WARRANTS COMPLETED
IN FEBRUARY 2021**

By Order of the Board

Christian Kwok-Leun Yau Heilesen
Executive Director
21 June 2021

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange 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.

The contact person for the Sponsor is Ms Vera Leong, Vice President, Hong Leong Finance Limited, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, telephone (+65) 6415 9881.