

spackmanentertainmentgroup
SPACKMAN ENTERTAINMENT GROUP LIMITED
(Company Registration No.: 201401201N)
(Incorporated in the Republic of Singapore on 10 January 2014)

**UPDATE ON THE USE OF PROCEEDS FROM THE DISPOSAL OF 100% EQUITY INTEREST
IN ZIP CINEMA CO., LTD.**

Unless otherwise defined, all capitalised terms used herein shall bear the meanings ascribed to them in the Company's announcements dated 14 September 2021 and 2 December 2021 (the "Announcements") and the circular dated 4 October 2021 (the "Circular").

The Board of Directors (the "**Board**") of Spackman Entertainment Group Limited (the "**Company**") refers to the Announcements and the Circular in relation to the Net Proceeds amounting to approximately KRW 17,820 million or USD 15 million* from the completion of the Proposed Disposal.

Details on the use of the Net Proceeds as at the date of this announcement are as follows:

Use of Proceeds	Value (KRW Million)	Value (USD Million)*	Reallocation (USD Million)	After Reallocation (USD Million)	Amount Utilized (USD Million)	Balance (USD Million)
Production/ investments of film projects	4,500	3.79	-	3.79	-	3.79
Acquisition/ investment of new business	5,500	4.63	-	4.63	-	4.63
Repayment of borrowings	1,800	1.52	-	1.52	1.52	-
Share Buyback	1,000	0.84	-	0.84	-	0.84
Payment of tax related to disposal of Zip Korea	2,000	1.69	0.05	1.73	1.73	-
Working Capital	3,020	2.54	(0.05)	2.49	0.34	2.15
Total	17,820	15.02		15.02	3.60	11.42

*Based on exchange rate of USD1:KRW1,182

As of the date of this announcement, USD 0.05 million was reallocated from working capital to the payment of tax related to disposal of Zip Korea. In addition, USD 1.52 million, USD 1.73 million and USD 0.34 million of the Net Proceeds have been utilized for repayment of borrowings, payment of tax related to disposal of Zip Korea and working capital respectively.

By Order of the Board

Na Kyoungwon

Chief Operating Officer, President and Executive Director

30 December 2021

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, RHT Capital Pte. Ltd. (the "**Sponsor**") for compliance with the relevant rules of the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**"). The Sponsor has not independently verified the contents of this announcement.*

This announcement has not been examined or approved by 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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