



ISOTEAM

ISOTEAM LTD.

(Company Registration No: 201230294M)
(Incorporated in the Republic of Singapore on 12 December 2012)

RE-ALLOCATION AND USE OF PROCEEDS FROM THE PLACEMENT OF 50,000,000 NEW ORDINARY SHARES IN THE CAPITAL OF ISOTEAM LTD.

Capitalised terms not defined herein shall have the meanings ascribed to them in the Company's announcements dated 17 December 2019, 7 January 2020, 8 January 2020 and 15 January 2020 (the "Announcements").

The Board of Directors (the "**Board**") of ISOTEAM Ltd. (the "**Company**", together with its subsidiaries, the "**Group**") refers to the Announcements in respect of, amongst others, the placement of 50,000,000 new ordinary shares in the capital of the Company to Taisei Oncho Co., Ltd. (the "**Placement**") where the Company had raised a net proceeds of approximately S\$11.64 million ("**Net Proceeds**") after deducting estimated expenses pertaining to the Placement of approximately S\$0.36 million.

Pursuant to Rule 704(30) of the Catalist Rules, the Company wishes to announce the re-allocation of the use of Net Proceeds from the Placement which was previously set out in the Company's announcement dated 17 December 2019.

Pursuant to the re-allocation (further details of which are provided below), the use of Net Proceeds as at the date of this announcement is set out below:

Use of Net Proceeds	Original amount allocated (S\$'million)	Amount allocated pursuant to the re-allocation (S\$'million)	Amount utilised as at the date of this announcement (S\$'million)	Amount unutilised as at the date of this announcement (S\$'million)
Mergers and acquisitions	12.00	11.64	(11.64)	-
General working capital	7.44	-	-	-
Total	19.44	11.64	(11.64)	-

As announced on 17 December 2019, the initial placement was for the placement of up to 84,000,000 Placement Shares. On the basis that all 84,000,000 Placement Shares would be fully subscribed, the Company had intended to use S\$12.0 million or 61.7% of the net proceeds to fund any current or future mergers and acquisitions and the balance of S\$7.44 million or 38.3% for general working capital purposes. However, subsequent to the 17 December 2019 announcement, the Company only completed the Placement for 50,000,000 Placement Shares, raising net proceeds of S\$11.64 million.

In light of the above, the Board considers that the aforementioned re-allocation of the use of Net Proceeds is beneficial to the Company and in the best interests of the Company and its shareholders as a whole as the re-allocation would enable the Group to carry out its acquisition of the Pure group of entities.

By Order of the Board

Anthony Koh Thong Huat
Executive Director and Chief Executive Officer
19 February 2020

This announcement has been prepared by the Company and its contents have 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.

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