

---

## RE-ALLOCATION AND UPDATE ON USE OF IPO PROCEEDS

---

The Board of Directors (the “**Board**”) of PropNex Limited (the “**Company**”) refers to the prospectus dated 25 June 2018 (“**Prospectus**”) in respect of the proposed use of IPO proceeds raised from the Company’s initial public offering (“**IPO Proceeds**”) and the subsequent announcement on 27 May 2022 for the re-allocation on use IPO proceeds.

After considering the Group’s cash flow and expansion plans, the Board has decided to re-allocate S\$11.00 million of the IPO Proceeds originally allocated for the funding of local and regional expansion through mergers and acquisitions, joint ventures and partnerships strategy to:

- a) Enhancement of real estate brokerage business - S\$7.00 million
- b) Expansion in range of business services - S\$2.00 million
- c) Enhancement of technological capabilities - S\$2.00 million

<b>Intended Use of IPO Proceeds (S\$’000)</b>	<b>Original Allocated</b>	<b>Reallocated Amount</b>	<b>IPO Proceeds Utilized as of 31 Dec 2022</b>	<b>Balance of IPO Proceeds</b>
Local and regional expansion through mergers and acquisitions, joint ventures and partnerships strategy	12,000	1,000	624	376
Enhancement of real estate brokerage business	11,000	18,000	10,029	7,971
Expansion in range of business services	9,280	11,280	7,997	3,283
Enhancement of technological capabilities	6,000	8,000	4,861	3,139
	<b>38,280</b>	<b>38,280</b>	<b>23,511</b>	<b>14,769</b>

The company will continue to make periodic announcements on the use of IPO proceeds as and when they are materially disbursed.

By order of the Board

Mohamed Ismail S/O Abdul Gafoore  
Executive Chairman and CEO  
09 March 2023