



CHANGE IN AND UPDATE OF USE OF SUBSCRIPTION PROCEEDS

*Unless otherwise defined, all capitalised terms used herein shall bear the same meanings ascribed to them in Gallant Venture Ltd.'s ("**Company**") announcements dated 21 November 2017, 7 December 2017 and 14 December 2017.*

The Board of Directors of the Company wishes to announce that there is a change in the use of proceeds from the Subscription. The Company has reallocated 50%, S\$ 34.085 million of the net proceeds for repayment of the Company's loan which was previously allocated for the intended use of financing the Group's business expansion.

As the Company has no definite and immediate plans to use the initially allocated net proceeds to expand its business, the Company is of the view that the reallocated proceeds would better utilised for paying its loan obligation that due for payment.

Consequent to the re-allocation, the use of the net proceeds raised from the subscription is as follows:-

Intended use of net proceeds	% Allocated	% Re-allocated	Revised % Allocated
(a) Financing the Group's business expansion	50%	(50%)	-
(b) General working capital	50%	-	50%
(c) Repayment of loans	-	50%	50%

After the re-allocation, the Company has utilised S\$12.151 million of the proceeds for repayment of its loan that was due for payment.

Subsequent to the reallocation, the status of the use of the net proceeds as at the date of this announcement is as follows:-

Intended use of net proceeds	Revised % allocated	Revised amount allocated (S\$ million)	Net proceeds utilised as at 27 June 2018 (S\$ million)	Balance of net proceeds as at 27 June 2018 (S\$ million)
(a) General working capital	50%	34.085	-	34.085
(b) Repayment of loans	50%	34.085	12.151	21.934
	100%	68.170	12.151	56.019

The above use of proceeds is in accordance with the re-allocation as well as intended use as stated in the Announcement in relation to the Subscription.

The Company will make further announcement on the use of the remaining net proceeds as and when the funds are materially disbursed.

BY ORDER OF THE BOARD
GALLANT VENTURE LTD.

Choo Kok Kiong
Executive Director and Company Secretary
27 June 2018