

ECOSCIENCE INTERNATIONAL BERHAD (“EIB” OR THE “COMPANY”)

EXTENSION OF TIME FOR THE UTILISATION OF PROCEEDS RAISED FROM INITIAL PUBLIC OFFERING

1. INTRODUCTION

The Board of Directors of EIB (“**Board**”) wishes to announce that it has deliberated and resolved to extend the timeframe for the utilisation of proceeds raised from the initial public offering (“**IPO**”) exercise in conjunction with the listing and quotation of its entire share capital on the ACE Market of Bursa Malaysia Securities Berhad on 18 July 2022. The Company raised gross proceeds of approximately RM24.65 million from its IPO (“**IPO Proceeds**”).

2. DETAILS OF THE EXTENSION OF TIMEFRAME OF THE UTILISATION OF IPO PROCEEDS

The details of the utilisation of the IPO Proceeds as at 30 April 2024 and extension of timeframe of the IPO Proceeds are as set out below:

Details of utilisation of proceeds	Proposed utilisation	Actual utilisation	Balance to be utilised	Original timeframe for utilisation of proceeds	Revised timeframe for utilisation of proceeds
	RM'000	RM'000	RM'000	RM'000	
(1) Business expansion	6,000	801	5,199	Within 24 months	Within 48 months
(2) Working capital	7,851	7,851	-	Within 12 months	-
(3) Repayment of bank borrowings	7,000	7,000	-	Within 12 months	-
(4) Estimated listing expenses	3,800	3,800	-	Within 1 month	-
	24,651	19,452	5,199		

3. RATIONALE

The Board has decided to extend the timeframe of the utilisation of IPO Proceeds for the business expansion for an additional twenty-four (24) months, up to forty-eight (48) months from the date of listing of the Company. The Company requires additional time to complete the business expansion plan due to the delays in identifying a suitable factory or land for the new fabrication facility and office for the registration of the business activity at a reasonable price. Additionally, the expansion of environmental and energy efficiency business has been slower than expected due to slower adoption of new technologies by customers.

4. STATEMENT BY BOARD

The Board is of the opinion that the extension of timeframe will not have any adverse effect on financial performance of EIB and is in the best interest of the Company.

5. APPROVALS REQUIRED

The extension of timeframe is not subject to approval from any regulatory authorities or the shareholders of the Company.

This announcement is dated 17 May 2024.