

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

### VARIATION FOR THE USE OF PROCEEDS RAISED FROM INITIAL PUBLIC OFFERING (“VARIATION”)

#### 1. INTRODUCTION

The Board of Directors of EIB (“**Board**”) wishes to announce that it has resolved to approve the variation for the use of proceeds raised from the initial public offering (“**IPO**”) in conjunction with the listing of the Company on the ACE Market of Bursa Malaysia Securities Berhad (“**Bursa Securities**”).

Further details of the Variation are set out in the ensuing sections of this announcement.

#### 2. DETAILS OF THE VARIATION

As at 7 March 2025, being the latest practicable date prior to the date of this announcement (“**LPD**”), the Company and its subsidiaries (“**Group**”) have utilised approximately RM1.14 million of the IPO proceeds which was earmarked for business expansion and the remaining unutilised amount is approximately RM4.86 million.

The Board has deliberated and resolved to vary the use of RM4.50 million from the IPO proceeds (“**Variation**”) which was earmarked for business expansion as summarised below:

<b>Purposes</b>	<b>(A)</b>	<b>(B)</b>	<b>(C) = (A) - (B)</b>		<b>Revised use of proceeds after the Variation</b>	<b>Revised timeframe for utilisation which was announced on 17 May 2024</b>	<b>Revised timeframe for utilisation from 7 March 2025</b>
	<b>Proposed utilisation</b>	<b>Actual utilisation as at the LPD</b>	<b>Balance of proceeds as at the LPD</b>	<b>Variation</b>			
	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>	<b>RM'000</b>		
Business expansion	6,000	1,137	4,863	(4,500)	363	Within 48 months	-
Working capital	7,851	7,851	-	-	-	Within 12 months	-
Repayment of bank borrowings	7,000	7,000	-	4,500	4,500	Within 12 months	Within 3 months
Estimated listing expenses	3,800	3,800	-	-	-	Within 1 month	-
<b>Total</b>	<b>24,651</b>	<b>19,788</b>	<b>4,863</b>	<b>-</b>	<b>4,863</b>		

The total variation as a percentage of the total IPO proceeds is 18.25%.

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**3. RATIONALE**

After careful deliberation of the operational needs of the Group, the Board is of the view that the Variation will enable the Group to repay its bank borrowings for the amount of RM4.5 million, in effort to reduce the gearing ratio and interest expense.

**4. EFFECTS OF THE VARIATION**

The Variation will not have any effect on the issued share capital and substantial shareholders' shareholdings of the Company nor any immediate effect on the net assets per share, gearing and earnings per share of the Group.

**5. APPROVALS REQUIRED**

The Variation is not subject to any regulatory authorities' or shareholders' approval. Nevertheless, the Board shall continue to be vigilant and prudent in managing the IPO proceeds and will continue to disclose the status of the use of proceeds in the Group's quarterly results and annual reports until the IPO proceeds are fully utilised.

**6. DIRECTORS' STATEMENT**

The Board, after careful deliberation and having considered all aspects of the Variation, is of the opinion that the Variation is in the best interest of the Company.

This announcement is dated 7 March 2025.