



Leader Environmental Technologies Limited
利德环保技术有限公司
(Incorporated in the Republic of Singapore on 15 August 2006)
(Company Registration Number: 200611799H)

CLARIFICATION ON THE PROPOSED PLACEMENT OF UP TO 352,941,100 NEW ORDINARY SHARES IN THE CAPITAL OF LEADER ENVIRONMENTAL TECHNOLOGIES LIMITED AT THE ISSUE PRICE OF S\$0.17 FOR EACH NEW ORDINARY SHARE

The Board of Directors (the "**Board**" or "**Directors**") of Leader Environmental Technologies Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the announcements made by the Company on 31 January 2021, 25 February 2021 and 3 March 2021 in relation to the Placement (the "**Previous Announcements**"). Unless otherwise defined, capitalised terms used in this announcement shall have the meanings ascribed to them in the Previous Announcements.

The announcement made by the Company on 31 January 2021 stated that the Placement would not result in any transfer of controlling interest in the Company. The Company wishes to clarify that the Placement and the Proposed Chairman Placement will result in a transfer of controlling interest in the Company to Dr Lin Yucheng and, accordingly, the Company will be seeking specific Shareholders' approval for the transfer of controlling interest in the Company to Dr Lin Yucheng pursuant to the Proposed Chairman Placement at an EGM to be convened.

As at the date of this announcement, Dr Lin Yucheng is the single largest shareholder and a substantial shareholder of the Company, holding 198,000,000 Shares, representing approximately 14.92% of the existing issued and paid-up share capital of the Company. Subject to Shareholders' approval of the Placement and the Proposed Chairman Placement at an EGM to be convened, assuming all the Placement Shares are placed out, Dr Lin Yucheng will subscribe for 117,647,000 Placement Shares and Dr Lin Yucheng's direct interest in the Shares of the Company will increase from approximately 14.92% to 18.79% of the enlarged issued share capital of the Company (excluding treasury shares).

The Board wishes to highlight that the Placement is subject to, *inter alia*, (i) the approval of Shareholders at an extraordinary general meeting of the Company to be convened and (ii) the approval in-principle for the listing and quotation of the Placement Shares on the Main Board of the SGX-ST having been obtained from the SGX-ST. Further details on the conditions precedent to the Placement pursuant to the Placement Agreement are set out in paragraph 3.3 of the announcement made by the Company on 31 January 2021.

The Company will continue to keep Shareholders updated and release announcements relating to the Placement (including any material developments and progress made) as may be appropriate from time to time.

Shareholders and potential investors should note that the Placement is subject to the fulfilment of, *inter alia*, certain conditions precedent, and accordingly, should exercise caution when trading in the Shares. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

BY ORDER OF THE BOARD

Dr Lin Yucheng
Chairman and Chief Executive Officer
15 March 2021

Important Notice

Notification under Section 309B of the Securities and Futures Act, Chapter 289 of Singapore: The Placement Shares are "prescribed capital markets products" (as defined in the Securities and Futures (Capital Markets Products) Regulations 2018 and "Excluded Investment Products" (as defined in MAS Notice SFA 04- N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products).