

ANNICA HOLDINGS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 198304025N)

THE DISPOSAL OF 350,000 ISSUED AND PAID UP ORDINARY SHARES IN THE SHARE CAPITAL OF GPE POWER SYSTEMS (M) SDN. BHD. – REPAYMENT OF FOURTH TRANCHE CONSIDERATION

1. INTRODUCTION

The board of directors (the “**Board**”) of Annica Holdings Limited (the “**Company**”) refers to the announcements made on 26 July 2018, 29 October 2018, 15 January 2019, 15 February 2019, 2 May 2019, 20 May 2019, 31 May 2019, 9 June 2019, 27 June 2019, 19 July 2019, 13 August 2019, 27 August 2019, 3 October 2019, 5 November 2019, 11 November 2019, 12 November 2019, 9 December 2019 and 15 December 2019 in relation to the conditional sale and purchase agreement (the “**SPA**”) entered into between the Company and Chong Shin Mun (the “**Purchaser**”) on the disposal by the Company of its entire shareholding interest of 350,000 ordinary shares in the share capital of GPE Power Systems (M) Sdn. Bhd., representing 70.0% of the total number of issued shares in GPE (the “**Earlier Announcements**”).

Unless otherwise defined, all capitalised terms used herein shall bear the same meaning ascribed to them in the Earlier Announcements.

2. PROPOSED SETTLEMENT PLAN

The Board of the Company wishes to announce that the Company had on 4 February 2020 received the proposed final settlement plan (“**Proposed Final Settlement Plan**”) from the Purchaser to the Board for its consideration in relation to the Fourth Tranche Consideration.

Under the Proposed Final Settlement Plan:

- (a) the Purchaser has agreed to pay the Fourth Tranche Consideration to the Company in instalments as follows:
 - (i) S\$350,000 by 6 March 2020;
 - (ii) S\$450,000 by 30 September 2020; and
 - (iii) S\$200,000 by 28 February 2021; and
- (b) in consideration of the above and pursuant to the Second Supplemental Agreement (as announced by the Company on 9 December 2019), the Purchaser shall pay interest on the Fourth Tranche Consideration from time to time outstanding for the period beginning on the day following the Original Due Date (i.e. 30 October 2019) and ending on the date the Company receives it, at a rate of 6% per annum, accruing on a daily basis (the “**Interest**”). Interest accrued shall be immediately payable by the Purchaser on demand by the Company.

The Board is currently reviewing and deliberating the Proposed Final Settlement Plan and the Company will make the necessary announcements as appropriate or when there are further developments on the same.

By Order of the Board

Sandra Liz Hon Ai Ling
Executive Director and Chief Executive Officer

4 February 2020

This announcement has been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"). It has not been examined or approved by the Singapore Exchange Securities Trading Limited (the "SGXST") and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

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