

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. – LETTERS OF DEMAND FOR FOURTH TRANCHE CONSIDERATION

The board of directors (the “**Board**”) of Annica Holdings Limited (the “**Company**”) refers to the announcements made on 5 November 2019, 1 May 2020, 22 May 2020, 23 June 2020, 21 August 2020, 28 August 2020 and 25 September 2020 (the “**Earlier Announcements**”) in relation to, *inter alia*, the SPA for 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. and the Settlement Definitive Agreements for the Fourth Tranche Consideration.

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

The Board has informed the shareholders in the Earlier Announcement on 25 September 2020 that the Company has, in respect of the Fourth Tranche Consideration, served Letters of Demand on the Purchaser and the Guarantor on 25 September 2020. The Letters of Demand have demanded payment of a total sum of S\$950,000, plus accrued interest of S\$48,803.96 of up to 31 August 2020 and extension fee of \$35,000, from the Purchaser and the Guarantor (the “**Demanded Amounts**”) by no later than 21 days from the date of the Letters of Demand, being 16 October 2020.

The Board wishes to update the shareholders that the Company has not received the Demanded Amounts to date. As such, the Company will proceed to appoint a law firm to commence legal action against the Purchaser and the Guarantor.

The Board will make the necessary announcements to update shareholders of any material developments in connection with the same.

By Order of the Board

Sandra Liz Hon Ai Ling
Executive Director and Chief Executive Officer

19 October 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 “**SGX-ST**”) 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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