

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. – EVENT OF DEFAULT UNDER THE SETTLEMENT DEFINITIVE AGREEMENTS

The board of directors (the “**Board**”) of Annica Holdings Limited (the “**Company**”) refers to the announcements made on 1 May 2020, 22 May 2020 and 23 June 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 following Settlement Definitive Agreements for the Fourth Tranche Consideration:

- (a) a Definitive Settlement Agreement entered into between the Company, the Purchaser and the Guarantor (the “**Definitive Settlement Agreement**”); and
- (b) a Deed of Assignment executed by Seri Beskaya Sdn. Bhd. (Company Registration No. 1161812-D) in favour of the Company (the “**Deed of Assignment**”).

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

Under the Definitive Settlement Agreement, it shall be an Event of Default if the Company does not receive the Assigned Sale Proceeds pursuant to the Deed of Assignment on or before 28 August 2020. Upon the occurrence of an Event of Default, the Outstanding Amounts shall become immediately due and payable and the Company shall be entitled to enforce all its rights against the Purchaser and the Guarantor under the SPA and the Security Documents without further reference to them.

The Board of the Company wishes to inform the shareholders that the Company has not received the Assigned Sale Proceeds nor the Outstanding Amounts as of the date hereof. In this regard, the Company is seeking legal advice on the next steps to take in relation to this matter. 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

28 August 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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