

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

RECENT DEVELOPMENTS IN THE GROUP'S RENEWABLE ENERGY SECTOR

RESEARCH COLLABORATION WITH UNIVERSITI MALAYSIA SARAWAK

The board of directors (the “**Board**”) of Annica Holdings Limited (the “**Company**”) and together with its subsidiaries, the “**Group**”) is pleased to announce that the Company has, through its associate HT Energy (S) Sdn Bhd (“**HTES**”), entered into a non-binding Memorandum of Understanding (“**MOU**”) with Universiti Malaysia Sarawak (“**UNIMAS**”) on 12 September 2018 for research collaboration.

UNIMAS is a university in Sarawak, Malaysia which was established in 1992. UNIMAS strives to enhance and strengthen its research capabilities and has undertaken various initiatives to complement its educational excellence. Under the MOU, the Company and UNIMAS have agreed to collaborate on research in the field of renewable and sustainable energy and to prepare proposals for joint grant applications through relevant government or private organizations. The parties shall also identify other areas of cooperation to be mutually agreed from time to time for the furtherance of the research collaboration.

The Board is of the view that the research collaboration is complementary to the Group's business in the renewable energy sector. As the research collaboration is focused on research on renewable and sustainable energy, results from the research in this area may lead to process improvement, efficiency gains or new products and services which the Group can leverage upon for the business in the sector. In particular, the research collaboration will initially focus on the Group's rural electrification projects in Sarawak, Malaysia.

The MOU is not expected to have any material impact on the net tangible assets per share and earnings per share of the Group for the current financial year ending 31 December 2018.

IDENTIFYING NEW OPPORTUNITIES IN THE RENEWABLE ENERGY SECTOR

Further, Mr. Lim In Chong's recent appointment as a Non-Independent and Non- Executive Director of the Company is another step towards the Group's commitment to develop its renewable energy sector. As previously announced by the Company on 9 December 2016, Mr Lim is an award-winning landscape designer who has won various accolades globally, including the Landscape Best of Show, Gold and Horticulture Excellence awards at the 2016 Singapore Garden Festival organized by the National Parks Board and Gardens by the Bay. His extensive experience in the landscaping and “green” industry will be invaluable for the development of the Group's business in this sector.

Mr. Lim will also assist the Group in scaling the renewable energy business around the South East Asian region, by seeking partnership opportunities and viable projects. To date, Mr. Lim have identified various collaborative parties in areas relating to off-grid electricity and water sustainability.

The Company will make the relevant update announcements in compliance with the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”) to inform its shareholders of any updates or developments of the matters above in due course, including the entering into definitive agreement(s) pursuant to the MOU, if any.

By Order of the Board

Sandra Liz Hon Ai Ling
Executive Director and Chief Executive Officer
12 September 2018

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Continuing Sponsor, Stamford Corporate Services Pte. Ltd. ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited ("SGX-ST") Listing Manual Section B: Rules of Catalist.

The Sponsor has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the accuracy, completeness or correctness of any of the statements or opinions made or reports contained in this announcement.

*The contact person for the Sponsor is Mr. Bernard Lui:
Telephone number: (65) 6389 3000
Email address: bernard.lui@morganlewis.com*

