

ANNAIK LIMITED

(Company Registration No. 197702066M)
(Incorporated in the Republic of Singapore)

INCREASE OF SHAREHOLDING IN SUBSIDIARY – SHINSEI HOLDINGS PTE. LTD.

The board of directors of AnnAik Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that Company has increased the shareholding in SHINSEI HOLDINGS PTE. LTD. ("SSH") from 92% to 100% by acquiring 8% shareholding of 712,000 ordinary fully paid shares ("Acquisition") from TG Oriental Steel Sdn Bhd, an unrelated party at a cash consideration of S\$273,881.59 ("Consideration"), equivalent to RM859,910.80. The value acquired was for 8% of the remaining book value of SSH as at 31 March 2022. The Instrument of Transfer was signed on 11 May 2022 and the Acquisition was completed on 13 May 2022.

The Consideration was arrived at following arm's length negotiations on a willing-buyer, willing-seller basis and taking into account, inter alia, the consolidated Net Assets of SSH as at 31 March 2022 of S\$3.42 million. There is no valuation being carried out.

After the Acquisition, the Company owns the entire paid-up share capital of SSH.

FINANCIAL IMPACT

The consideration will be financed through internal resources, and is not expected to have any material impact on the consolidated net tangible assets or net earnings per share of the Company and the Group for the recently completed financial year ending 31 December 2021.

RELATIVE FIGURES UNDER CHAPTER 10 OF THE CATALIST RULES

As none of the relative figures computed on the bases set out in Rule 1006 of the Catalist Rules exceeds 5%, the Acquisition constitutes a non-discloseable transaction under Chapter 10 of the Catalist Rules.

DIRECTORS' AND SUBSTANTIAL SHAREHOLDERS' INTEREST

None of the directors, and as far as the Company is aware, none of the substantial shareholders of the Company has any interest, direct or indirect, in the Acquisition described in this announcement, other than their shareholdings (if any) in the Company. Persons who are in doubt as to the action they should take, should consult their legal, financial, tax or other professional advisers.

DOCUMENTS FOR INSPECTION

A Copy of the signed SSH Instrument of Transfer is available for inspection during normal business hours at the Company's registered office at 52, Tuas Avenue 9, Singapore 639193 for a period of three (3) months commencing from the date of this Announcement.

By Order of the Board
Ng Kim Keang
Executive Director
13 May 2022

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

The contact person for the Sponsor is Ms Vera Leong, Vice President, Hong Leong Finance Limited, at 16 Raffles Quay, #01-05 Hong Leong Building, Singapore 048581, telephone (+65) 6415 9881.