

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 and 11 November 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 proposed 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. REPAYMENT OF FOURTH TRANCHE CONSIDERATION

As stated in the Earlier Announcements, the Company has already obtained preliminary advice from its legal counsel on its rights under the securities and has instructed legal counsel to draft letters of demand to both the Purchaser and the Guarantor (the “**Letters of Demand**”).

The Board wishes to update the shareholders of the Company that the Company has issued service of the Letter of Demand on the Purchaser and the Guarantor on 12 November 2019. The Letters of Demand have demanded payment of a total sum of S\$1,000,000.00 from the Purchaser and/ or the Guarantor by no later than 26 November 2019.

Should the Purchaser and/or the Guarantor fail to satisfy the sums demanded under the Letter of Demand, the Company intends to and shall enforce all of the Company’s rights under the Security Documents and/ or commence legal proceedings against the Purchaser and/or the Guarantor for the recovery of the same without further reference to the Purchaser or the Guarantor. In such event, the Company is advised to and shall look to the Purchaser and/ or the Guarantor for all damages, judgment interest, legal costs and expenses incurred on an indemnity basis.

3. FURTHER ANNOUNCEMENTS

The Company will make further announcements as appropriate or when there are further developments on the same.

Shareholders are advised to exercise caution when dealing with the Company's securities. Shareholders should seek advice from their stockbrokers, bankers, solicitors, accountants, tax advisers or other professional advisers if they have any doubt about the actions that they should take.

By Order of the Board

Sandra Liz Hon Ai Ling
Executive Director and Chief Executive Officer

12 November 2019

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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