



ANNICA HOLDINGS LIMITED

FY 2018 Presentation

April 2019

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PRESENTATION OUTLINE



① Corporate Overview

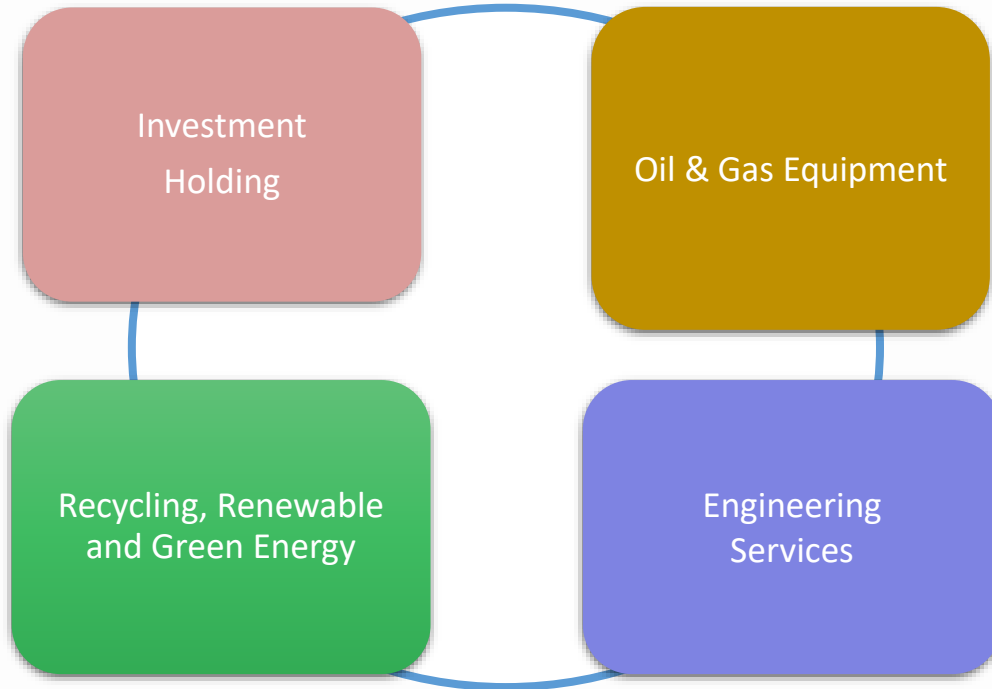
② Financial Review

③ Recent Corporate Updates

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CORPORATE OVERVIEW



Corporate Overview

About Us

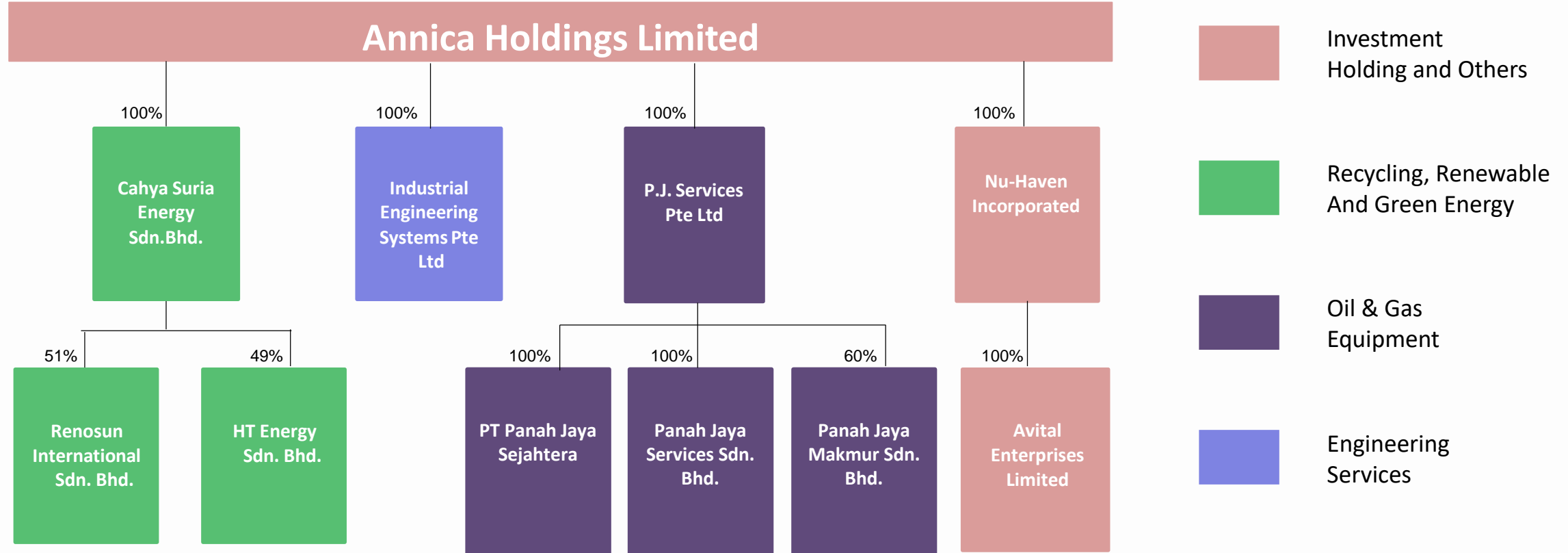
Annica Holdings Limited is a Singapore-based investment holding company. The Group's principal business activities are as follows:

- (i) Oil and Gas Equipment;
- (ii) Engineering Services;
- (iii) Recycling, Renewable and Green Technology (“**Renewable Sector**”).



Corporate Overview

Corporate Structure





Corporate Overview

Stock Information

SG Code	<ul style="list-style-type: none">• 5AL
Listing	<ul style="list-style-type: none">• Catalist of the SGX-ST on 2001
Sponsor	<ul style="list-style-type: none">• Stamford Corporate Services Pte Ltd
Market Capitalisation	<ul style="list-style-type: none">• SGD \$16.67 million
Number of Issued Shares	<ul style="list-style-type: none">• 16.67 billion
Major Shareholders	<ul style="list-style-type: none">• Lim In Chong (21%)• Sandra Liz Hon Ai Ling (6.55%)• Chong Shin Mun (5.84%)
Top 20 shareholders	<ul style="list-style-type: none">• 78.74%

Board & Management:

- **Ong Su Aun Jeffrey**
Acting Independent and Non-Executive Chairman
- **Sandra Liz Hon Ai Ling**
Executive Director and CEO
- **Nicholas Jeyaraj s/o Narayanan**
Non-Independent and Non-Executive Director ⁽¹⁾
- **Lim In Chong**
Non-Independent and Non-Executive Director ⁽²⁾
- **Su Jun Ming**
Lead Independent and Non-Executive Director
- **Adnan Bin Mansor**
Independent and Non-Executive Director

(1) Resigned with effect from 29 April 2019

(2) Appointed with effect from 6 July 2018



FINANCIAL REVIEW

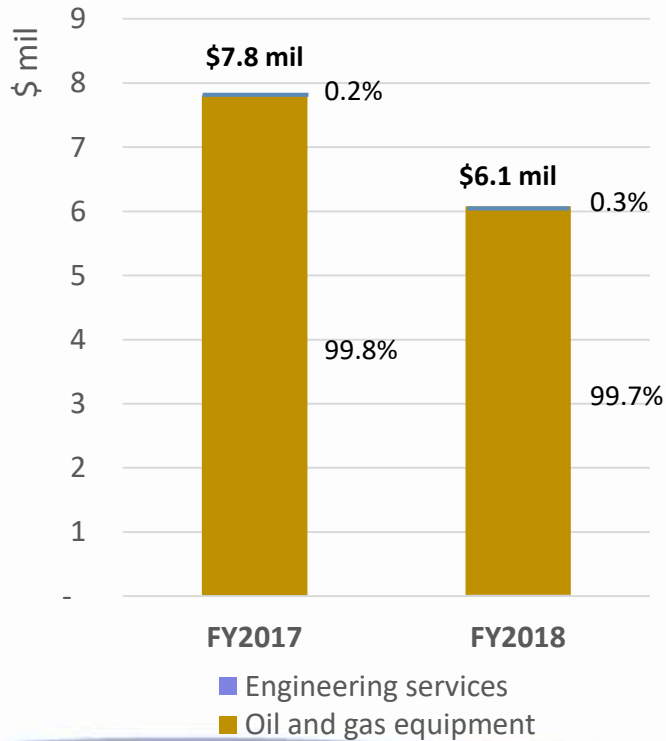




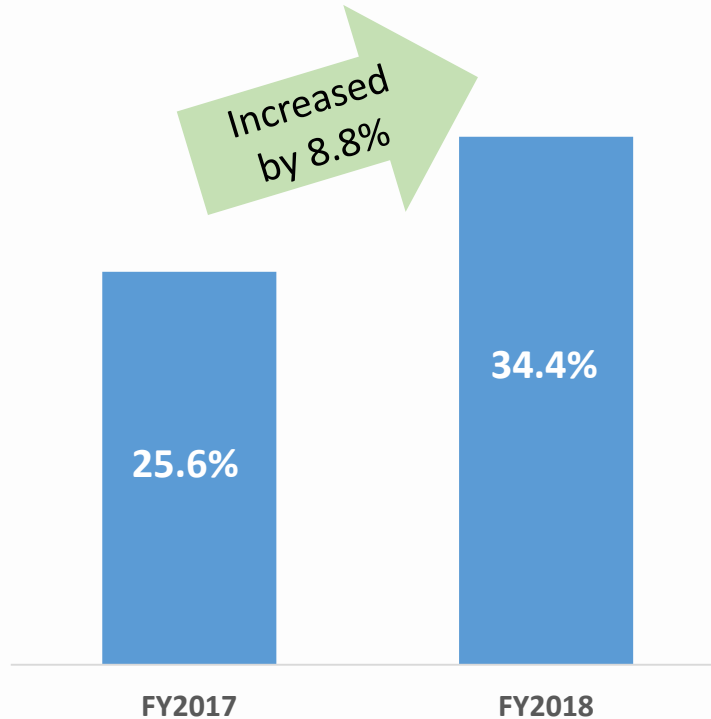
Financial Review

Revenue

Revenue by Business Segment (continuing operation)



Gross Profit Margin (continuing operation)



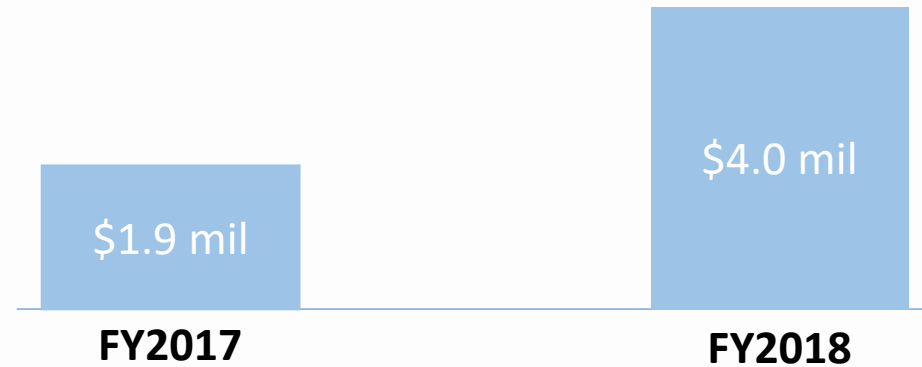
- The Group posted revenues of \$6.1 mil in FY2018 which was a decrease of \$1.7 mil from \$7.8 mil in FY2017, primarily due to delays in securing orders during the period under review in oil and gas equipment and engineering segments.
- The Group reported gross margin of 34.4% in FY2018 which was an increase of 8.8% from 25.6% in FY2017 due to the higher gross margin turned in by the oil and gas equipment segments in FY2018.
- Despite the decrease in revenue, the Group's gross profit has increased by \$0.1 mil from \$2.0 mil in FY2017 to \$2.1 mil in FY2018.



Financial Review

Loss After Tax

Loss net of Tax (Continuing operation)



Loss from Continuing Operations, net of tax due to:-

The Group reported a loss from continuing operations, net of tax of \$4.0 million for FY2018, which was an increase of \$1.9 million from \$1.9 million in FY2017. Higher loss from continuing operations arose mainly from **one-off expenses** in nature of:

- i. granting of share awards under Annica Performance Share Plan of \$1.5 million; and
- ii. write-off of redeemable convertible bonds expenses of \$0.5 million.

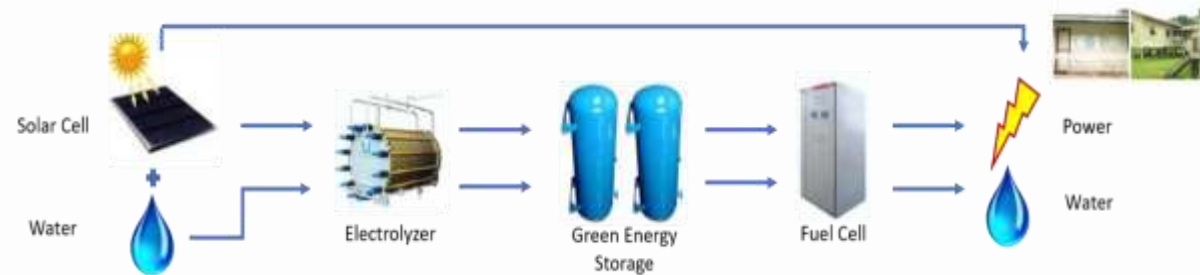


RECENT CORPORATE UPDATES

Update on Project in the Renewable Sector

The Progress of the Pilot Project

- March 2018
 - Received an award from the Department of Health, Sarawak Malaysia to undertake a pilot project in the Long Loyang , Clinic, Sarawak, Malaysia to provide reliable, clean and affordable electricity access to rural clinics based on a solar and hydrogen energy system (the “**Rural Electrification Project**”)
 - Commissioned a Chinese manufacturer (“**Manufacturer**”) to manufacture Power Module Cahya Suria 1 (“**PMCS1**”) customised to HTES specification





Update on Project in the Renewable Sector

The Progress of the Pilot Project

- July 2018 – The manufacturer had assembled the core electrolysis component (“**electrolyzer**”) of the PMCS1. Subsequently, a successful trial on the electrolyzer had been completed
- August 2018 – Final system assembly of the PMCS1
- September 2018 – On going integration trial on the PMCS1 by the manufacturer
- October 2018 – The project team of the pilot project (“**Project Team**”) has conducted the first Factory Acceptance Test (“**FAT**”) on the PMCS1. Based on the findings of the FAT, the manufacturer required additional time to address certain technical issues arising from the FAT ongoing live-run test on the PMCS1
- December 2018 – The manufacturer had informed the Project Team that from the findings of the live-run test, the rectification of the electrolyzer plate was required, and such rectification would require approximately 6 weeks
- April 2019 – The manufacturer indicated that the electrolyzer plate testing/rectification in Beijing is successful and the electrolyzer has been transported back to the manufacturer's Suzhou factory where integration with the PMCS1
– The electrolyzer module has integrated successfully to the PMCS1. However, in the process of the integration trial test, they have experienced an overheating which they are currently rectifying



Update on Project in the Renewable Sector

The Progress of the Pilot Project

- May 2019
 - The Project Team is due to conducting the second FAT during the week of 6 May 2019



Assembly and Testing of the Power Module Unit being conducted at the Manufacturer's factory for the Pilot Project in the Long Loyang Clinic, Sarawak, Malaysia for the Department of Health, Sarawak, Malaysia – Targeted deployment on June 2019.

- June 2019
 - Subject to the successful result from the second FAT, the Company will be looking to ship the PMCS1 to the designated pilot site in Sarawak
 - Assume there is no delays in custom's clearance, the Company will be targeting to roll out the project in June 2019

Once successfully implemented, the pilot project will serve as a benchmark for future projects to serve rural communities and will also be a new source of revenue for our Group going forward.



Corporate Updates

FY2018 saw the Group continues on its journey of diversification, as well as consolidation – focusing its limited resources on developing its renewable and green technology businesses, while at the same time divesting its non-core businesses. Towards this end:

1. The Company has disposed 70% shareholdings in GPE Power Systems (M) Sdn. Bhd. (“**GPE**”) to enable the Group to focus its resources and time in developing its new diversified renewable sector
2. The Company has restructured its previous proposed acquisition of Horizon Greentech Resources Sdn. Bhd. (“**HGR**”). The previous proposed acquisition of HGR was terminated on 26 March 2018 and instead, the Company has entered into a non-binding memorandum of understanding with each of the vendors of HGR (“**HGR Vendors**”) to acquire a 25.79% interest in Green PlusLink Sdn. Bhd. (“**GPL**”) for a total purchase consideration of \$4,200,000. Upon completion, GPL will operate 15 production lines instead of the 5 production lines previously planned under HGR, allowing for potential economies of scale in its operations. The proposed acquisition of GPL is pending the finalisation of the acquisition agreement between the HGR Vendors and Terokadana Sdn. Bhd. for the transfer of the 15 production lines to GPL.



Corporate Updates

The Group has also made efforts in FY2018 to reduce its overall liabilities from \$8.3 million in FY2017 to \$5.2 million in FY2018 – thereby putting itself in a better position to take advantage of future potential business opportunities (as and when they may arise):

3. On 12 March 2018, the remaining portion of the outstanding loan of \$2,505,879 was assigned by LionGold Corp Ltd (“**LionGold**”) to Mr. Lim In Chong (“**Mr. Lim**”) pursuant to a deed of assignment. The loan was fully settled when Mr. Lim subsequently converted the assigned debt to equity and also entered into an Option Agreement with the Company for the option to subscribe for up to 5,000,000,000 new shares in the Company at an exercise price of \$0.001 per share. Mr. Lim is currently the single largest shareholder of the Company and has come on board as a Non-Executive Director of the Company. Through the Option Agreement, Mr. Lim has also indicated his intention to provide further financial support and funding to the Group, should the need arise.
4. On 28 February 2019, the Company has also redeemed in full the first tranche of unconverted Redeemable Convertible Bonds in the principal amount of \$250,000 due to Premier Equity Fund Sub Fund F and Value Capital Asset Management Private Limited.



Corporate Updates

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5. On 1 April 2019, the Company has received notice of transfer of 500,000,000 options by Mr. Lim In Chong to Mr Shamsol Jefri Bin Zainal Abidin (the “**Transferee**”) and the Transferee had notified the Company on his intention to exercise the Transferred Options. On 19 April 2019, the Company has received the exercise price in full from the Transferee. The Company has allotted and issued 500,000,000 New Shares, representing 2.99% of the Enlarged Share capital of the Company to the Transferee. The Transferee is an established Town Planner. He is also an avid supporter of sustainable and green development and the Transferee has agreed to lend support to Mr Lim In Chong in the development and growth of the renewable and green related businesses of the Company.



THANK YOU

