

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 THIRD TRANCHE CONSIDERATION

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 and 2 May 2019 in relation to the sale and purchase agreement (the “**SPA**”) entered into between the Company and Chong Shin Mun (the “**Purchaser**”) on the disposal by the Company to the Purchaser 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.

The Board wishes to inform shareholders that the Purchaser has, to date, not been able to meet the payment deadline of 16 May 2019 set under the Letter of Demand issued by the Company to the Purchaser on 2 May 2019 for the sum of S\$600,000.00, plus accrued interest of S\$11,835.60 calculated up to 30 April 2019. The Purchaser has, on 16 May 2019, asked the Company for more time to make payment. Notwithstanding, the Company is seeking advice from its legal advisors on the recovery of all outstanding amounts under the SPA, including the enforcement of the Company’s rights against the Purchaser and the Guarantor under the security documents in respect of the Share Charge and the Personal Guarantee.

The Company will make further announcements as and when there are further material developments on this matter.

By Order of the Board

Sandra Liz Hon Ai Ling
Executive Director and Chief Executive Officer

20 May 2019

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..

*This announcement has not been examined or approved by the Singapore Exchange Securities Trading Limited (“**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.*

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