

ANNAIK LIMITED

(Company Registration: 197702066M)
(Incorporated in the Republic of Singapore)

ESTABLISHMENT OF SUBSIDIARY IN CHINA

- SUZHOU PIONEER ENVIRONMENTAL TECHNOLOGY PTE LTD.* (苏州派宁环保科技有限公司)

The Board of Directors of AnnAik Limited (the “**Company**”, and together with its subsidiaries, “**Group**”) wishes to announce that its subsidiary, Suzhou Pioneer Environmental Technology Pte Ltd.* (苏州派宁环保科技有限公司, the “Suzhou Pioneer”) has been established in Suzhou, China. On 3 February 2016, Suzhou Pioneer received its business license issued by the Suzhou Administration Bureau for Industry and Commerce dated 29 January 2016.

About Suzhou Pioneer

Suzhou Pioneer is an equity joint venture enterprise which was incorporated by the 51% owned subsidiary of the Company, Pioneer Environmental Technology Pte Ltd (“**Pioneer Singapore**”), and three individual parties. The principal activity of Suzhou Pioneer is environmental engineering services mainly developing environmental technologies and environmental engineering projects. Suzhou Pioneer has been incorporated with a registered capital of RMB1 million pursuant to shareholding percentages as follows:

Shareholders	Shareholding Percentages
Pioneer Singapore	70%
Shih, Chih-Ang (史志昂)	10%
Fu Yunlin (付云林)	10%
Qiu Jiangping (邱江平)	10%

Financial Impact

The incorporation of Suzhou Pioneer will be funded through internal resources, the Company is not able to comment on the impact, if any, on the consolidated net tangible assets or net earnings per share of the Company and the Group for the current financial year ending 31 December 2016 by the transactions described in this announcement.

The Company will make periodic announcements on material development in relation to Suzhou Pioneer.

Directors’ and Substantial Shareholders’ Interest

Dr Yang Guo Ying (“Dr Yang”) is an Executive Director of the Company and holds 49% of the shareholdings in Pioneer Singapore. Save as disclosed, none of the Directors and substantial shareholders of the Company have any interest, direct or indirect, in the new subsidiary.

By Order of the Board

Ng Kim Keang
Executive Director
4 February 2016