

PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS CUM WARRANTS ISSUE

RESULTS OF THE RIGHTS CUM WARRANTS ISSUE

1. INTRODUCTION

The board (the "**Board**") of directors (the "**Directors**") of AnnAik Limited (the "**Company**") refers to the announcements on 28 December 2018, 11 July 2019, 29 July 2019, 5 September 2019 and 17 September 2019, and the Company's offer information statement dated 17 September 2019 in relation to the Rights cum Warrants Issue (the "**Offer Information Statement**") relating to, among others, the Rights cum Warrants Issue. Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the Offer Information Statement.

2. RESULTS OF THE RIGHTS CUM WARRANTS ISSUE

2.1 Level of Subscription

The Board wishes to announce that based on the total issued share capital of the Company of 244,770,900 Shares as at the Books Closure Date, a total of 63,850,725 Rights Shares with 63,850,725 Warrants were available for subscription under the Rights cum Warrants Issue.

As at the close of the Rights cum Warrants Issue on 4 October 2019 (the "**Closing Date**"), valid acceptances and excess applications for a total of 43,759,974 Rights Shares with Warrants were received, representing approximately 68.5% of the total number of Rights Shares with Warrants available for subscription under the Rights cum Warrants Issue.

The above-mentioned valid acceptances and excess applications include 20,659,470 Rights Shares with 20,659,470 Warrants subscribed for by the Undertaking Shareholders in accordance with the Irrevocable Undertakings (as the case may be), representing approximately 32.4% of the Rights Shares with Warrants offered under the Rights cum Warrants Issue.

2.2 Allotment of Rights Shares with Warrants for Excess Applications

The provisional allotments of 30,024,633 Rights Shares with Warrants which were not otherwise taken up or allotted for any reason by the Entitled Shareholders, their Renouncees, Entitled Depositors and/or Purchasers under the Rights cum Warrants Issue, shall be used to satisfy the excess Rights Shares with Warrants applications or as the Directors may, in their absolute discretion, deem fit. Details of the valid acceptances and excess applications for the Rights Shares received are as follows:

	Number of Rights Shares with Warrants	As a percentage of the total number of Rights Shares with Warrants available for subscription under the Rights cum Warrants Issue
Valid acceptances ⁽¹⁾	33,826,092	53.0%
Excess applications ⁽²⁾	9,933,882	15.5%
Total	43,759,974	68.5%

Notes:

- (1) Includes 20,659,470 Rights Shares with Warrants subscribed by the Undertaking Shareholders.
- (2) Includes 4,000,000 excess Rights Shares with Warrants subscribed by Mdm Low Kheng (spouse of Mr Ow Chin Seng and one of the Undertaking Shareholders).

The excess applications of 9,933,882 Rights Shares with Warrants will be allocated in full.

2.3 Net proceeds from the Rights cum Warrants Issue

The Company has raised net proceeds of approximately S\$2.7 million (after deducting estimated expenses of S\$165,000 incurred in connection with the Rights cum Warrants Issue) from the Rights cum Warrants Issue (the "**Net Proceeds**"). The Company intends to use the Net proceeds to fund the growth and expansion of the Company and its subsidiaries (the "**Group**") through investments and improving the Group's general working capital position. Part of the proceeds of the Rights cum Warrants Issue will go towards strengthening the Group's financial position, thereby increasing the Group's ability to strategise, formulate and execute its business plans, granting the Group greater financial flexibility to meet future working capital needs and allowing the Group to expand the business, finance new business ventures through acquisitions, strategic investments and working capital, and/or such other purposes as the Directors may deem fit.

Pending the deployment of the Net Proceeds, such net proceeds may be deposited with banks and/or financial institutions or used for investment in short-term money markets or debt instruments or used for other purposes on a short-term basis as the Directors may deem appropriate in the interests of the Company.

2.4 Allotment and Issue of the Rights Shares with Warrants

In the case of Entitled Depositors, Purchasers and their Renounees with valid acceptances and/or successful applications for excess Rights Shares with Warrants and payments for the Rights Shares with Warrants and excess Rights Shares with Warrants (as the case may be) by the Closing Date, share certificate(s) and warrant certificate(s) representing such number of Rights Shares with Warrants will be sent to CDP or within 10 Market Days after the Closing Date. CDP will then credit such number of Rights Shares with Warrants to their relevant Securities Accounts. Thereafter, CDP will send a notification letter to the relevant subscribers, at their own risk, stating the number of Rights Shares with Warrants that have been credited to their Securities Accounts.

2.5 "Nil-paid" rights in respect of Foreign Shareholders

There were no nil-paid rights which would otherwise have been provisionally allotted to Foreign Shareholders that were sold "nil-paid" on Catalist during the "nil-paid" rights trading period as provided in the Offer Information Statement.

3. INVALID/UNSUCCESSFUL APPLICATIONS AND EXCESS APPLICATIONS

When any acceptance for Rights Shares with Warrants and/or excess application is invalid or unsuccessful, the amount paid on acceptance and/or application will be returned or refunded to such applicants without interest or any share of revenue or other benefit arising therefrom within 14 days after the Closing Date at their own risk by any one or a combination of the following:

- (i) where the acceptance and/or application had been made through CDP, by means of a crossed cheque drawn on a bank in Singapore and sent by ordinary post at their own risk to their mailing addresses in Singapore as maintained with CDP or in such other manner as they may have agreed with CDP for the payment of any cash distributions;
- (ii) where the acceptance and/or application had been made through the Share Registrar, by means of a crossed cheque drawn on a bank in Singapore and sent by ordinary post at their own risk to their mailing addresses as maintained with the Share Registrar; and/or
- (iii) where the acceptance and/or application had been made through Electronic Applications, by crediting their bank accounts with the Participating Bank at their own risk, the receipt by such bank being a good discharge of the Company's and CDP's obligations.

4. ISSUANCE AND LISTING OF THE RIGHTS SHARES WITH WARRANTS

The Company expects that 43,759,974 Rights Shares and 43,759,974 Warrants will be allotted and issued on or about 10 October 2019.

The Rights Shares are expected to be listed and quoted on Catalist with effect from 9.00 a.m. on or about 14 October 2019, and the Warrants are expected to be listed and quoted on Catalist with effect from 9.00 a.m. on 15 October 2019. Completion of the issue of the Rights Shares with Warrants will be announced via SGXNET in due course.

The Rights Shares with Warrants will, upon allotment and issue, rank *pari passu* in all respects with the then existing issued Shares, save for any dividends, rights, allotments or other distributions, the record date for which falls before the date of issue of the Rights Shares with Warrants.

The listing and quotation notice granted by the SGX-ST on 26 July 2019 is not to be taken as an indication of the merits of the Rights cum Warrants Issue, the Rights Shares, the Warrants, the Warrant Shares, the Company, its subsidiaries and their securities.

BY ORDER OF THE BOARD

Ow Chin Seng
Executive Chairman cum Chief Executive Officer
9 October 2019

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited (the "**Sponsor**"). It has not been examined or approved by the Exchange and the Exchange 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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