

ANNAIK LIMITED

(Company Registration No. 197702066M)
(Incorporated in the Republic of Singapore)

UTILISATION OF PROCEEDS FROM THE RIGHTS CUM WARRANTS ISSUE

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, 17 September 2019, 9 October 2019, 11 October 2019, 15 November 2019, 14 August 2020, 15 October 2020 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.

The Board wishes to provide an update that the Company has, during the period 15 October 2020 to the date of this announcement, utilised approximately S\$0.353 million for investment in environmental business from the net proceeds.

As at the date of this announcement, the Company has utilized the net proceeds from Rights cum Warrant Issue as follows:

	Allocation	Total utilization as at 11 Nov 2020	Balance
	S\$'000	S\$'000	S\$'000
Undertake potential investment in distribution and environmental business	1,680	(949)	731
Working capital requirement	701	(500)*	201
Repayment of bank borrowings	265	(265)	-
Total	2,646	(1,714)	932

Note

*S\$500,000 relates to settlement of Trust receipts for purchase of inventories.

The Company will make further announcement on the use of the remaining Net Proceeds as and when they are materially disturbed, and will provide a status report on the use of the Rights cum Warrants issue in its annual reports as may be required under the Catalist Rules.

BY ORDER OF THE BOARD

Ng Kim Keang

Director

11 November 2020

This announcement has been reviewed by the Company's Sponsor, Hong Leong Finance Limited. It has not been examined or approved by the Exchange and the Exchange assumes no responsibility for the contents of this document, including the correctness of any of the statements or opinions made or reports contained in this document.

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