

ANNAIK LIMITED

(Company Registration No. 197702066M)
(Incorporated in Singapore)

REDUCTION OF SHAREHOLDING IN SUBSIDIARY

The Board of Directors of AnnAik Limited (the “**Company**”, and together with its subsidiaries, “**Group**”) wishes to announce that its wholly-owned subsidiary, Anxon Engineering Pte Ltd (“**Anxon**”) has transferred 45,000 shares, representing 45% of the total issued and paid-up capital to Tan Hui at a consideration of S\$1.

The rationale for the transfer is to re-activate the operation of Anxon under engineering construction business segment.

Financial Impact

The transfer is not expected to have any material impact 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 2017.

Directors’ and Substantial Shareholders’ Interest

None of the directors, and as far as the Company is aware, none of the substantial shareholders of the Company has any interest, direct or indirect, in the transactions described in this announcement, other than their shareholdings (if any) in the Company.

Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

By Order of the Board

Ng Kim Keang

Director

12 June 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor Hong Leong Finance Limited (the "Sponsor") for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by SGX-ST. The Sponsor and the SGX-ST assume 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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