

ANNICA HOLDINGS LIMITED

Unaudited Financial Statements And Dividend Announcement For The Financial Period Ended 30 June 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. ("Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalyst. The Sponsor has not independently verified the contents of this announcement.

This announcement has not been examined or approved by the 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.

*The contact person for the Sponsor is Mr. Bernard Lui.
Tel: (65) 6389 3000 Email: Bernard.lui@stamfordlaw.com.sg*

For the purpose of this Announcement, **HY2014** refers to the six months financial period ended 30 June 2014 whereas **HY2013** refers to the corresponding six months financial period ended 30 June 2013. **FY2013** refers to the full financial year ended 31 December 2013.

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a)(i) A consolidated statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial period

**CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2014**

	Group		Increase/ (Decrease) %
	HY2014 \$'000	HY2013 \$'000	
Revenue	16,616	19,565	(15)
Cost of sales	(13,231)	(17,208)	(23)
Gross profit	3,385	2,357	44
Other income	119	10,897	NM
Selling and distribution expenses	(221)	(195)	13
Administrative and general expenses	(2,879)	(2,629)	10
Other expenses	(1,295)	-	NM
Finance costs	(13)	(9)	44
(Loss)/profit before income tax	(904)	10,421	NM
Income tax expense	(1)	(12)	(92)
Net (loss)/profit for the financial period	(905)	10,409	NM
Other comprehensive income			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation	53	(43)	NM
Fair value (loss)/gain on available-for-sale financial assets	(499)	5,131	NM
Reclassification adjustment on disposal of available-for-sale financial assets	(68)	(2,323)	(97)
Other comprehensive (loss)/income, net of tax	(514)	2,965	NM
Total comprehensive (loss)/income	(1,419)	13,174	NM
Net (loss)/profit attributable to:			
Equity holders of the Company	(1,107)	10,432	NM
Non-controlling interests	202	(23)	NM
	(905)	10,409	NM
Total comprehensive (loss)/income attributable to:			
Equity holders of the Company	(1,621)	13,197	NM
Non-controlling interests	202	(23)	NM
	(1,419)	13,174	NM

NM: Not meaningful

1(a)(ii) Total net loss/profit for the financial period is arrived at after charging/(crediting) the following:

	Group		Increase/ (Decrease) %
	HY2014 \$'000	HY2013 \$'000	
Interest income from bank	(11)	(18)	(39)
Impairment loss on available-for-sale financial assets	203	-	NM
Interest on borrowings	13	8	63
Depreciation expense on property, plant and equipment	190	129	47
Foreign currency exchange loss/(gain), net	139	(92)	NM
Gain on disposal of property, plant and equipment	-	(17)	100
Loss/(gain) on disposal of available-for-sale financial assets	5	(3,975)	NM
Loss/(gain) on disposal of financial assets, at fair value through profit or loss	79	(37)	NM
Fair value loss/(gain) on financial assets, at fair value through profit or loss	369	(6,546)	NM
Impairment loss on advance to an associate	500	-	NM

NM: Not meaningful

1(b)(i) Statements of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial period.

**STATEMENTS OF FINANCIAL POSITION
AS AT 30 JUNE 2014**

	Group		Company	
	As at HY2014 \$'000	As at FY2013 \$'000	As at HY2014 \$'000	As at FY2013 \$'000
ASSETS				
Current assets:				
Cash and cash equivalents	2,640	2,050	643	70
Fixed deposits	288	1,784	-	1,500
Trade and other receivables	12,163	15,802	225	644
Other current assets	2,729	1,785	5,550	5,221
Inventories	963	1,861	-	-
Financial assets, at fair value through profit or loss	764	1,411	764	1,411
	<u>19,547</u>	<u>24,693</u>	<u>7,182</u>	<u>8,846</u>
Non-current assets:				
Investments in subsidiaries	-	-	10,839	10,839
Investments in associated companies	49	49	-	-
Available-for-sale financial assets	1,448	2,365	561	1,225
Property, plant and equipment	3,498	3,671	2,682	2,769
Trade receivables	130	130	-	-
Intangible assets	6,187	6,187	-	-
	<u>11,312</u>	<u>12,402</u>	<u>14,082</u>	<u>14,833</u>
Total assets	<u>30,859</u>	<u>37,095</u>	<u>21,264</u>	<u>23,679</u>

1(b)(i) Statements of financial position (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial period (Cont'd)

STATEMENTS OF FINANCIAL POSITION (Cont'd)
AS AT 30 JUNE 2014

	Group		Company	
	As at HY2014 \$'000	As at FY2013 \$'000	As at HY2014 \$'000	As at FY2013 \$'000
LIABILITIES				
Current liabilities:				
Trade and other payables	7,492	11,682	741	1,819
Borrowings	97	645	38	38
Current income tax liabilities	201	229	-	-
	<u>7,790</u>	<u>12,556</u>	<u>779</u>	<u>1,857</u>
Non-current liabilities:				
Borrowings	355	406	105	124
	<u>8,145</u>	<u>12,962</u>	<u>884</u>	<u>1,981</u>
Total liabilities				
	8,145	12,962	884	1,981
Net assets	22,714	24,133	20,380	21,698
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	54,224	54,224	54,224	54,224
Accumulated losses	(31,657)	(30,550)	(33,844)	(32,526)
Other reserves	(1,617)	(1,103)	-	-
	<u>20,950</u>	<u>22,571</u>	<u>20,380</u>	<u>21,698</u>
Non-controlling interests	1,764	1,562	-	-
	<u>22,714</u>	<u>24,133</u>	<u>20,380</u>	<u>21,698</u>
Total equity	22,714	24,133	20,380	21,698

1(b)(ii) In relation to the aggregate amount of the group's borrowings and debt securities, specify the following as at the end of the current financial period reported on with comparative figures as at the end of the immediately preceding financial period:

Amount repayable in one year or less, or on demand

As at HY2014		As at FY2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
97	-	645	-

Amount repayable after one year

As at HY2014		As at FY2013	
Secured	Unsecured	Secured	Unsecured
\$'000	\$'000	\$'000	\$'000
355	-	406	-

The secured borrowings relates to liabilities arising from finance lease agreements and bank borrowings secured on the Group's motor vehicles and certain leasehold properties, respectively.

1(c) A statement of cash flows (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial period.

**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE FINANCIAL PERIOD ENDED 30 JUNE 2014**

	Group	
	HY2014 \$'000	HY2013 \$'000
Cash flows from operating activities:		
Net (loss)/profit for the financial period	(905)	10,409
Adjustments for:		
Income tax expense	1	12
Depreciation expense on property, plant and equipment	190	129
Interest expense	13	8
Interest income	(11)	(18)
Loss/(gain) on disposal of financial assets, at fair value through profit or loss	79	(37)
Fair value loss/(gain) on financial assets, at fair value through profit or loss	369	(6,546)
Impairment loss on available-for-sale financial assets	203	-
Gain on disposal of plant and equipment	-	(17)
Loss/(gain) on disposal of available-for-sale financial assets	5	(3,975)
Impairment loss on advance to an associate	500	-
	444	(35)
Changes in working capital:		
Financial assets, at fair value through profit or loss	198	(586)
Trade and other receivables and other current assets	2,216	(4,392)
Inventories	898	584
Trade and other payables	(2,438)	(397)
Cash generated from/(used in) operations	1,318	(4,826)
Income tax paid	(28)	(12)
Net cash generated from/(used in) operating activities	1,290	(4,838)
Cash flows from investing activities:		
Net cash inflow from acquisition of a subsidiary	-	13
Receipt of interest	11	18
Purchases of available-for-sale financial assets	(18)	-
Proceeds from disposal of available-for-sale financial assets	160	-
Purchases of property, plant and equipment	(14)	(1,697)
Proceeds from disposal of property, plant and equipment	-	38
Net cash generated from/(used in) investing activities	139	(1,628)
Cash flows from financing activities:		
Proceeds from issuance of shares	-	9,842
Share issue expenses	-	(277)
Capital contribution from non-controlling interests	-	173
Decrease in bank borrowings, net	(404)	(249)
Increase in advance to an associate	(1,729)	-
Release of/(increase) in fixed deposit pledged as security for banking facilities	1,496	(1,423)
Repayment of finance leases	(47)	(36)
Interest paid	(13)	(8)
Net cash (used in)/generated from financing activities	(697)	8,022
Effects of foreign currency translation on cash and cash equivalents	5	(43)
Net increase in cash and cash equivalents	737	1,513
Cash and cash equivalents at beginning of the financial period	1,903	4,183
Cash and cash equivalents at end of the financial period	2,640	5,696

MAJOR NON-CASH TRANSACTIONS:

The Group has no major non-cash transactions in HY2014.

During HY2013, the Group:

- (i) acquired a motor vehicle with an aggregate cost of \$290,000 of which \$200,000 was acquired by means of a finance lease agreement. Cash payment of approximately \$90,000 was made to acquire the motor vehicle;
- (ii) acquired a leasehold property in Singapore for a consideration of \$2,500,000, satisfied by cash payment of \$1,496,000 and non-cash consideration of \$1,004,000; and
- (iii) acquired two leasehold properties in Malaysia for a consideration of \$211,000 of which cash payment of \$78,000 was made and \$133,000 was financed by bank borrowings.

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial period

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE FINANCIAL YEAR ENDED 30 JUNE 2014**

	----- Attributable to equity holders of the Company -----					Total \$'000	Non- controlling interests \$'000	Total equity \$'000
	Share capital \$'000	Capital reserve \$'000	Translation reserve \$'000	Fair value reserve \$'000	Accumulated losses \$'000			
Group								
Balance as at 1 January 2014	54,224	(1,389)	(281)	567	(30,550)	22,571	1,562	24,133
Total comprehensive income/(loss) for the financial period	-	-	53	(567)	(1,107)	(1,621)	202	(1,419)
Balance as at 30 June 2014	54,224	(1,389)	(228)	-	(31,657)	20,950	1,764	22,714
Balance as at 1 January 2013	44,659	(1,389)	(88)	3,942	(16,803)	30,321	1,618	31,939
Shares issued during the financial period	9,842	-	-	-	-	9,842	-	9,842
Share issue expenses	(277)	-	-	-	-	(277)	-	(277)
Capital contribution by non-controlling interests	-	-	-	-	-	-	173	173
Total comprehensive income/(loss) for the financial period	-	-	(43)	2,808	10,432	13,197	(23)	13,174
Balance as at 30 June 2013	54,224	(1,389)	(131)	6,750	(6,371)	53,083	1,768	54,851
	Share capital \$'000		Accumulated losses \$'000		Total equity \$'000			
Company								
Balance as at 1 January 2014	54,224		(32,526)		21,698			
Total comprehensive loss for the financial period	-		(1,318)		(1,318)			
Balance as at 30 June 2014	54,224		(33,844)		20,380			
Balance as at 1 January 2013	44,659		(16,278)		28,381			
Shares issued during the financial period	9,842		-		9,842			
Share issue expenses	(277)		-		(277)			
Total comprehensive income for the financial period	-		6,517		6,517			
Balance as at 30 June 2013	54,224		(9,761)		44,463			

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial period.

	Number of shares '000	Share Capital \$'000
Balance as at 1 January 2013	656,140	44,659
Issue of shares	656,140	9,842
Share issue expenses	-	(277)
Balance as at 31 December 2013 and 30 June 2014	1,312,280	54,224

There was no change in the Company's share capital since the end of the previous financial period reported on.

During FY2013, the Company successfully completed a renounceable non-underwritten rights issue of 656,139,662 new ordinary shares ("**Rights Issue Exercise**") in the capital of the Company (each a "**Rights Share**", collectively the "**Rights Shares**") at an issue price of S\$0.015 for each Right Share (the "**Issue Price**"), on the basis of one (1) Rights Share for every one (1) existing ordinary share in the capital of the Company (the "**Shares**"). The Rights Shares were fully subscribed and listed and quoted for trading on 16 January 2013. Out of the net proceeds from the Rights Shares of \$9,565,000 ("**Rights Shares Net Proceeds**"), approximately \$6,500,000 has been utilised as general working capital of the Company (as payment for operating expenses including staff salaries and legal and professional fees), funding the operations of the Company's subsidiaries (as payments to suppliers and operating expenses including staff salaries) and cash consideration for the acquisition of a leasehold property. Pending deployment, the remaining Rights Shares Net Proceeds are being invested in short-term money market instruments and deposited in a subsidiary's bank account as operating funds. The Company will make further announcements when the Rights Shares Net Proceeds are materially utilised.

Convertible Securities

There are no shares that may be issued on conversion of any outstanding convertibles as at the end of the current financial year and as at the end of the immediately preceding financial year.

Treasury Shares

The Company has no treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	As at HY2014	As at FY2013
Total number of issued shares excluding treasury shares ('000)	1,312,280	1,312,280

The Company has no treasury shares as at the end of the current financial period and as at the end of the immediately preceding financial year.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable.

2. Whether the figures have been audited or reviewed and in accordance with which standard (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited or reviewed by the auditors.

3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of matter)

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

The Group adopted the same accounting policies and methods of computation in the financial statements for the current reporting period as compared to the most recently audited financial statements for the financial year ended 31 December 2013 except for the adoption of revised Financial Reporting Standards (FRS) and Interpretations to FRS ("INT FRS") that are effective for annual periods beginning on or after 1 January 2014.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The adoption of the revised FRS and INT FRS as discussed in paragraph 4 are not expected to result in any significant changes to the Group's accounting policies and methods of computation.

6. Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial period, after deducting any provision for preference dividends.

	Group	
	HY2014	HY2013
a. (Loss)/earnings per ordinary share based on the weighted average number of ordinary shares on issue (in cents)	(0.08)	0.83
Weighted average number of shares ('000)	1,312,280	1,254,278
b. Diluted (loss)/earnings per ordinary share based on the weighted average number of ordinary shares on issue (in cents)	(0.08)	0.83
Weighted average number of shares ('000)	1,312,280	1,254,278

Basic and diluted (loss)/earnings per share for HY2014 were calculated by dividing the total net loss for the financial period attributable to equity holders of \$1,107,000 (HY2013: total net profit of approximately \$10,432,000) by the weighted average number of ordinary shares of 1,312,279,324 as at HY2014 (HY2013: 1,254,278,028).

The basic and diluted (loss)/earnings per share are the same as the Group did not have any potentially dilutive instruments for the respective financial year.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-

- (a) current financial period reported on; and
- (b) immediately preceding financial period.

	Group		Company	
	HY2014	FY2013	HY2014	FY2013
Net asset value per ordinary share based on the issued share capital at the end of the year (in cents)	1.60	1.72	1.55	1.65

Net asset value per ordinary share of the Group as at HY2014 was calculated by dividing the Group's net asset value attributable to equity holders as at HY2014 of \$20,950,000 (FY2013: \$22,571,000) divided by the number of ordinary shares of the Company as at HY2014 of 1,312,279,324 (FY2013: 1,312,279,324).

Net asset value per ordinary share of the Company as at HY2014 was calculated by dividing the Company's net asset value as at HY2014 of \$20,380,000 (FY2013: \$21,698,000) divided by the number of ordinary shares of the Company as at HY2014 of 1,312,279,324 (FY2013: 1,312,279,324).

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and**
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.**

STATEMENT OF COMPREHENSIVE INCOME

Revenue and Gross Profit

The Group posted revenue of \$16,616,000 in HY2014 with the biomass project segment contributing 67% to the Group's revenue while the oil and gas equipment and engineering services businesses made up 31% and 2%, respectively, of the revenue of the Group. Geographically, the Group continues to serve its customers in the Asia Pacific region through its operations in Singapore, Malaysia, Indonesia and Thailand. Although there was a decrease of 15% or \$2,949,000 in the Group's revenue, gross profit had increased by \$1,028,000 from \$2,357,000 in HY2013 to \$3,385,000 in HY2014, translating to an increase in gross margin from 12% in HY2013 to 20% in HY2014, which was contributed by the biomass project and the oil and gas equipment segments.

Other income

Other income of \$119,000 in HY2014 was mainly agency and commission income. The higher other income of \$10,897,000 in HY2013 was mainly unrealised fair value gain adjustments on investments in financial assets, at fair value through profit or loss.

Selling and distribution expenses

The higher selling and distribution expenses of \$221,000 in HY2014 compared to \$195,000 incurred in HY2013 (an increase of \$26,000) was due to higher travelling expenses.

Administrative and general expenses

The Group's administrative and general expenses rose from \$2,629,000 in HY2013 to \$2,879,000 in HY2014 (an increase of \$250,000) due to higher depreciation charge and land rent arising from the leasehold properties acquired at the end of HY2013 and inflationary increases in operating expenses.

Other expenses

Included in other expenses of \$1,295,000 in HY2014 were unrealised fair value loss on and trading losses from investments in financial assets due to declines in quoted market prices of the equity securities held by the Group, foreign exchange loss and impairment loss adjustment on advance to an associate.

Finance costs

Finance costs of \$13,000 in HY2014 were from interest expenses on bank borrowings, trust receipts and finance leases.

FINANCIAL POSITION

Current assets

Current assets of the Group totalled \$19,547,000 as at HY2014. The decrease of \$5,146,000 from \$24,693,000 as at FY2013 was primarily from the decrease in investments in financial assets, at fair value through profit or loss following unrealised fair value loss adjustments, faster collections from trade receivables and decrease in inventories, partially offset by additional advance to an associate. The investments in the financial assets, comprising listed equity securities, were stated at quoted market price as at the respective dates.

Non-current assets

As at HY2014, the Group's non-current assets was \$11,312,000 comprising investments in available-for-sale financial assets, associates and property, plant and equipment held by the Group as well as intangible assets associated with the acquisitions of subsidiaries. Declines in quoted market prices of equity securities resulting in unrealised fair value loss adjustments made to the Group's investments and depreciation charge for the financial period led to the net decrease of \$1,090,000 from the Group's non-current assets of \$12,402,000 as at FY2013. Leasehold properties of the Group include a two-storey leasehold factory in Singapore and two leasehold shop units in Malaysia. The properties are pledged as security for bank borrowings.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs, and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on (Cont'd).

FINANCIAL POSITION (Cont'd)

Current liabilities

The Group reported current liabilities of \$7,790,000 as at HY2014 which was a decrease of \$4,766,000 from \$12,556,000 as at FY2013 consequent to payments of trade payables and repayment of borrowings.

Non-current liabilities

Non-current liabilities of the Group decreased from \$406,000 as at FY2013 to \$355,000 as at HY2014 due to repayment of borrowings.

Shareholders' equity

Capital and reserves attributable to equity holders of the Company was \$20,950,000 as at HY2014. This is a decrease of \$1,621,000 from \$22,571,000 as at FY2013 as a result of the net loss for the financial period and decrease in fair value reserve arising from unrealised fair value loss adjustment on investments in available-for-sale financial assets.

CASH FLOWS

The Group had cash and cash equivalents of \$2,640,000 as at HY2014, an increase of \$737,000 from \$1,903,000 as at FY2013. The increase was mainly due to fixed deposit pledged as security for banking facilities being released to operating funds and cash generated from operations, partially offset by repayment of bank borrowings and advance to an associate.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results

The Group's HY2014 operating results were in line with the expectations as disclosed in the Company's results announcement for FY2013 dated 27 February 2014.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Directors remain cautious in the near term as the South East Asian market, which the Group operates in and of which is dependent on the performance of the major world economies, is volatile. As the Group's core businesses require high internal working capital, the management constantly undertakes reviews of the Group's operating models, strategies and planning process to enable it to enhance its competitiveness and market presence. The Directors shall continue to balance risks and rewards associated with the Group's investment portfolio, taking into consideration the changing investors' sentiments and fluctuating financial market conditions.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared/recommended for the current financial period reported on?
No ordinary dividend has been recommended or declared.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared/recommended for the corresponding period of the immediately preceding financial year?
No ordinary dividend was recommended or declared.

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

12. If no dividend has been declared /recommended, a statement to that effect.

No dividend has been recommended or declared for the current financial period.

13. If the group has obtained a general mandate from shareholders for Interested Person Transactions (“IPT”), the aggregate value of such transactions as required under Rule 920(1)(a)(ii). If no IPT mandate has been obtained, a statement to that effect.

The Company has not obtained a general mandate from shareholders for interested person transactions.

During HY2014, there were no interested person transactions entered into by the Group pursuant to Chapter 9 of the Catalist Rules of the SGX-ST.

14. Confirmation pursuant to Rule 705(5) of the Listing Manual

We, Edwin Sugiarto and Augustine A/L T.K James, on behalf of the Board of Directors of Annica Holdings Limited (“the Company”), do hereby confirm that to the best of our knowledge, nothing has come to the attention of the Board of Directors of the Company which may render the unaudited consolidated financial results for the six months financial period ended 30 June 2014 to be false and misleading in any material aspect.

**BY ORDER OF THE BOARD
ANNICA HOLDINGS LIMITED**

**Edwin Sugiarto
Chairman and Executive Director**

**Augustine A/L T.K James
Independent and Non-Executive Director
and Lead Independent Director**

13 August 2014