

LOYZ ENERGY LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199905693M)

LOYZ ENTERS INTO PARTICIPATION AND EXPLORATION AGREEMENT

– OPERATIONS UPDATES IN THE UNITED STATES OF AMERICA (“USA”)

1. USA OPERATIONS UPDATES

The board of directors (the “**Board**” or the “**Directors**”) of Loyz Energy Limited (the “**Company**”) refers to the Company’s announcements dated 29 August 2012, 15 November 2012, 21 November 2012 and 7 May 2013 (together the “**Announcements**”) relating to the Group’s operation updates in the USA.

Further to the Announcements, the Board is pleased to announce that the first two wells in the prolific Mission Canyon Formation in North Dakota, USA, named “Schlak #2” and “Schlak #3” have been drilled and cased. Hydrocarbon pay zones have been identified and the Company, together with its partners, is currently conducting well flow testing on both of the wells.

Development at the Company’s Whitewater project in Colorado commenced with the first of several wells spudded on 10 August 2013.

In addition to the quarterly exploration and production activities update pursuant to Rule 705(7) of the Catalist Rules, the Company may make further announcements regarding its USA operations as and when there are material developments in its drilling and development campaigns.

The Company wishes to advise investors to exercise due care and caution when trading in the shares of the Company. It is not certain that the drilling campaigns referred to above will ultimately yield commercially recoverable hydrocarbons or profitable production.

2. RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the operations update, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

By order of the Board

Lee Chye Cheng, Adrian
Managing Director
Date: 28 August 2013

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor (the "Sponsor"), Canaccord Genuity Singapore Pte Ltd, 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 the SGX-ST and the SGX-ST 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.

The contact person for the Sponsor is Mr Alex Tan, CEO, Canaccord Genuity Singapore Pte. Ltd. at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.