

LOYZ ENERGY LIMITED

(Incorporated in the Republic of Singapore)

(Company Registration No. 199905693M)

CLARIFICATION ON THE STRAITS TIMES ARTICLE PUBLISHED ON 8 OCTOBER 2014

The board of directors (the “**Board**”) of Loyz Energy Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) refers to an article published in the Straits Times titled “Loyz Energy pumped up about Thailand” dated 8 October 2014.

In particular, we refer to the following statements:

“Loyz Energy is banking on its first oil production project in Thailand to deliver profit of US\$19.2 million (S\$24.5 million) annually over the next three to five years” and “In three to five years’ time, the area is expected to produce 8,000 barrels per day, up from the 4,400 now”

The Board wishes to clarify that the above statements are only **internal management targets** and are based on the independent qualified person’s report titled “Reserve and Economic Evaluation of Oil Properties, Phetchabun Basin, Thailand” prepared for the Company by Chapman Petroleum Engineering Ltd. and dated 1 January 2014 (the “**Thailand IQPR**”) as well as on discussions with the operator of the assets in Thailand. Specifically, potential investors and shareholders of the Company (“**Shareholders**”) are directed to the section titled “Production”, pages 33, 114 and 158 of the Thailand IQPR and the corresponding tables 4a to 4e, which set out, among others, some of the assumptions, such as the assumed oil prices, expected capital expenditure and expected gross production in relation to the assets in Thailand, used in deriving the internal management targets.

Potential investors and Shareholders should note that the above statements, while forward looking in nature, do not represent growth or profit forecasts nor are they statements of fact.

The Company wishes to advise potential investors and Shareholders to exercise due care and caution when trading in the shares of the Company. Such management targets and drilling plan as described above involve known and unknown risks, uncertainties and other factors that may cause the actual results, performance or achievements of the Company to be materially different than planned.

By order of the Board

Lee Chye Cheng, Adrian

Managing Director

Date: 8 October 2014

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Canaccord Genuity Singapore Pte. Ltd. (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 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 number (65) 6854 6160.