

**UNAUDITED FINANCIAL STATEMENTS AND DIVIDEND ANNOUNCEMENT FOR THE FIRST  
QUARTER ENDED 30 SEPTEMBER 2014**

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*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.*

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**PART 1 – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS**

**1(a)(i) A statement of comprehensive income (for the Group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

<b>Consolidated Statement of Comprehensive Income</b>	<b>Unaudited 1Q FY2015<sup>1</sup> US\$'000</b>	<b>Unaudited 1Q FY2014<sup>2</sup> US\$'000</b>	<b>Change %</b>
		(Restated)	
Revenue	6,867	2,000	243
Cost of sales	(1,817)	(2,601)	(30)
Gross profit/(loss)	5,050	(601)	NM <sup>3</sup>
<i>Other items of income</i>			
Interest income	1	6	(83)
Other income	275	213	29
<i>Other items of expense</i>			
Distribution costs	(5)	(10)	(50)
Administrative expenses	(1,529)	(777)	97
Finance costs	(497)	(170)	192
Other expenses	(375)	(1,017)	(63)
Profit/(loss) before income tax	2,920	(2,356)	NM <sup>3</sup>
Income tax expense	(2,410)	-	NM <sup>3</sup>
<b>Profit/(loss) for the financial period</b>	<b>510</b>	<b>(2,356)</b>	<b>NM<sup>3</sup></b>
<b>Other comprehensive income:</b>			
<i>Items that may be reclassified subsequently to profit or loss</i>			
Exchange differences on translating foreign operations	(110)	618	NM <sup>3</sup>
Income tax relating to items that will or may be reclassified	-	-	-
Other comprehensive income for the financial period, net of tax	(110)	618	NM <sup>3</sup>
<b>Total comprehensive income for the financial period</b>	<b>400</b>	<b>(1,738)</b>	<b>NM<sup>3</sup></b>
<b>Profit/(loss) attributable to:</b>			
Owners of the Parent	541	(1,629)	NM <sup>3</sup>
Non-controlling interests	(31)	(727)	(96)
	510	(2,356)	NM <sup>3</sup>
<b>Total comprehensive income attributable to:</b>			
Owners of the Parent	489	(1,113)	NM <sup>3</sup>
Non-controlling interests	(89)	(625)	(86)
	400	(1,738)	NM <sup>3</sup>

**1(a)(ii) Notes to Consolidated Statement of Comprehensive Income**

<b>Other income</b>	<b>Unaudited 1Q FY2015<sup>1</sup> US\$'000</b>	<b>Unaudited 1Q FY2014<sup>2</sup> US\$'000</b>
		(Restated)
Foreign exchange gain, net	229	128
Other income	46	85
	275	213
<b>Finance costs</b>		
Interest expense	(497)	(170)

<sup>1</sup> "1Q FY2015": Financial period from 1 July 2014 to 30 September 2014

<sup>2</sup> "1Q FY2014": Financial period from 1 July 2013 to 30 September 2013

<sup>3</sup> "NM": Not Meaningful

**1(b)(i) A Balance Sheet (for the issuer and Group), together with a comparative statement as at the end of the immediately preceding financial year**

Statements of Financial Position	Group		Company	
	Unaudited 30-Sep-14 US\$'000	Unaudited 30-Jun-14 US\$'000	Unaudited 30-Sep-14 US\$'000	Unaudited 30-Jun-14 US\$'000
<b>ASSETS</b>		(Restated)		(Restated)
Non-Current Assets:				
Exploration, evaluation and development assets	31,851	31,522	-	-
Oil and gas properties	57,493	56,586	-	-
Other property, plant and equipment	1,616	1,642	-	-
Investments in subsidiaries	-	-	33,745	33,597
Available-for-sale financial asset	41,400	41,400	-	-
Intangible assets	53,878	53,889	-	-
Other receivables	-	-	61,966	56,128
Prepayments	2,830	2,830	-	-
<b>Total Non-Current Assets</b>	<b>189,068</b>	<b>187,869</b>	<b>95,711</b>	<b>89,725</b>
Current Assets:				
Inventories	2,979	2,863	-	-
Trade and other receivables	2,790	2,835	-	-
Other assets	1,556	947	-	-
Prepayments	370	152	239	39
Cash and cash equivalents	8,025	6,761	1,246	902
<b>Total Current Assets</b>	<b>15,720</b>	<b>13,558</b>	<b>1,485</b>	<b>941</b>
<b>Total Assets</b>	<b>204,788</b>	<b>201,427</b>	<b>97,196</b>	<b>90,666</b>
<b>EQUITY AND LIABILITIES</b>				
Equity:				
Ordinary shares	79,279	76,279	79,279	76,279
Reserves	1,587	1,483	2,828	2,672
(Accumulated losses)/ Retained earnings	(7,357)	(8,272)	3,674	3,678
Equity attributable to owners of the parent	73,509	69,490	85,781	82,629
Non-controlling interests	2,441	2,530	-	-
<b>Total Equity</b>	<b>75,950</b>	<b>72,020</b>	<b>85,781</b>	<b>82,629</b>
Non-Current Liabilities:				
Bank borrowings	24,804	23,758	-	-
Finance lease payables	32	38	-	-
Provision for restoration costs	13	45	-	-
Other payable	27,673	27,364	-	-
Deferred tax liabilities	26,098	25,360	-	-
<b>Total Non-Current Liabilities</b>	<b>78,620</b>	<b>76,565</b>	<b>-</b>	<b>-</b>
Current Liabilities:				
Current income tax payable	715	1,484	-	-
Trade and other payables	20,915	17,989	11,415	8,037
Bank borrowings	28,564	33,344	-	-
Finance lease payables	21	22	-	-
Other liabilities	3	3	-	-
<b>Total Current Liabilities</b>	<b>50,218</b>	<b>52,842</b>	<b>11,415</b>	<b>8,037</b>
<b>Total Liabilities</b>	<b>128,838</b>	<b>129,407</b>	<b>11,415</b>	<b>8,037</b>
<b>Total Equity and Liabilities</b>	<b>204,788</b>	<b>201,427</b>	<b>97,196</b>	<b>90,666</b>

## 1(b)(ii) Aggregate amount of Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 30 Sep 2014 (US\$'000)		As at 30 Jun 2014 (US\$'000) (restated)	
Secured	Unsecured	Secured	Unsecured
28,078	16,952	33,108	9,170

Amount repayable after one year

As at 30 Sep 2014 (US\$'000)		As at 30 Jun 2014 (US\$'000) (restated)	
Secured	Unsecured	Secured	Unsecured
19,342	5,494	23,796	-

### Details of any collaterals

#### Finance lease

The finance lease of the Group is secured by one motor vehicle under a finance lease agreement. The motor vehicle was purchased by the subsidiary of the Company, Loyz Oil Pte Ltd ("**Loyz Oil**").

#### Short-term loans

As at 30 September 2014, Interlink Petroleum Limited ("**Interlink**"), a subsidiary of the Company, drew down US\$0.4M (INR25.6M) from an overdraft facility entered with YES Bank Limited. The overdraft is secured by a Standby Letter of Credit.

#### Long-term loans

In FY2013, Loyz Rex Drilling Services LLC ("**Loyz Rex**"), a subsidiary of the Company, made a drawdown of US\$18.2M pursuant to a term loan from OCBC Bank to finance the acquisition of two drilling units. The loan is secured by the two drilling units.

In FY2014, Loyz Oil drew down US\$32.0M pursuant to the term loans from OCBC Bank to finance the acquisition of petroleum interests held by Carnarvon Thailand Limited ("**Acquisition of Petroleum Concessions**"). The loan is secured by pledges of shares in Loyz Oil Thailand Pte Ltd ("**Loyz Thai**"), Loyz Oil's cash balances in the accounts maintained with and as designated by OCBC Bank, all earnings and other cash-flow of Loyz Thai, as well as corporate guarantees by the Company, Loyz Thai and the controlling shareholder of the Company, Jit Sun Investments Pte Ltd.

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

	<b>Unaudited 1Q FY2015 US\$'000</b>	<b>Unaudited 1Q FY2014 US\$'000</b>
<b>Consolidated Statement of Cash Flows</b>		
<b>Operating activities</b>		(Restated)
Profit/(loss) before income tax	2,920	(2,356)
Adjustments for:		
Amortisation of intangible assets	2	-
Depreciation of plant and equipment	49	378
Depletion of oil and gas properties	774	-
Share-based payment expenses	620	103
Reversal of share options /awards	(90)	-
Interest income	(1)	(6)
Interest expense	497	170
Operating cash flows before working capital changes	4,771	(1,711)
Working capital changes:		
Inventories	(116)	31
Trade and other receivables	45	(1,206)
Other assets	(609)	(57)
Prepayments	(218)	(128)
Trade and other payables	(2,422)	536
Other liabilities	-	1,283
Cash generated from/(used in) operation	1,451	(1,252)
Interest received	1	6
Income tax paid	(2,441)	-
Net cash used in operating activities	(989)	(1,246)
<b>Investing activities</b>		
Purchase of plant and equipment	(34)	(974)
Additions to oil and gas properties	(994)	-
Purchase of exploration, evaluation and development assets	(263)	(1,696)
Net cash used in investing activities	(1,291)	(2,670)
<b>Financing activities</b>		
Interest paid	(161)	(125)
Proceeds from bank borrowings	1,268	5,000
Decrease in cash pledged	8	470
Short-term loans	7,634	-
Repayment of finance lease payables	(7)	(6)
Repayment of borrowings	(5,004)	(47)
Net cash from financing activities	3,738	5,292
Net change in cash and cash equivalents	1,458	1,376
Foreign currency translation adjustments	(186)	(238)
Cash and cash equivalents at beginning of financial period	6,185	2,811
Cash and cash equivalents at end of financial period	7,457*	3,949*

\*Net of cash restricted in use – 1Q FY2015: US\$0.568M & 1Q FY2014: US\$1.236M

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 year

Statement of Changes in Equity Group	Ordinary shares US\$'000	Share option/ award reserve US\$'000	Convertible preference shares US\$'000	Foreign currency translation Account US\$'000	(Accumulated losses)/ Retained earnings US\$'000	Equity attributable to owners of the parent US\$'000	Non- controlling interests US\$'000	Total equity US\$'000
Balance as at 1 July 2014 (Restated)	76,279	2,065	-	(582)	(8,272)	69,490	2,530	72,020
<b>Profit for the financial period</b>	-	-	-	-	541	541	(31)	510
<b>Other comprehensive income for the period:</b>								
Exchange differences on translating foreign operations	-	-	-	(52)	-	(52)	(58)	(110)
<b>Total comprehensive income for the financial period</b>	-	-	-	(52)	541	489	(89)	400
Issue of shares	3,000	-	-	-	-	3,000	-	3,000
Grant of share options/awards to employees	-	620	-	-	-	620	-	620
Share options/awards cancelled	-	(464)	-	-	374	(90)	-	(90)
Balance as at 30 September 2014	79,279	2,221	-	(634)	(7,357)	73,509	2,441	75,950
(Restated)								
Balance as at 1 July 2013	54,194	212	3,467	(1,777)	(328)	55,768	2,451	58,219
<b>Loss for the financial period</b>	-	-	-	-	(1,629)	(1,629)	(727)	(2,356)
<b>Other comprehensive income for the period:</b>								
Exchange differences on translating foreign operations	-	-	-	516	-	516	102	618
<b>Total comprehensive income for the financial period</b>	-	-	-	516	(1,629)	(1,113)	(625)	(1,738)
Convertible preference shares exercised	4,621	-	(3,467)	-	-	1,154	-	1,154
Grant of share options/awards to employees	-	103	-	-	-	103	-	103
Balance as at 30 September 2013	58,815	315	-	(1,261)	(1,957)	55,912	1,826	57,738

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 year (Continued)

Statement of Changes in Equity	Ordinary shares US\$'000	Share option/ award reserve US\$'000	Foreign currency translation account US\$'000	Retained earnings US\$'000	Total equity US\$'000
Company					
Balance at 1 July 2014 (Restated)	76,279	2,065	607	3,678	82,629
<b>Loss for the financial period, representing total comprehensive income for the financial period</b>	-	-	-	(11)	(11)
Issue of shares	3,000	-	-	-	3,000
Grant of share options/awards to employees	-	620	-	-	620
Share options/awards cancelled	-	(464)	-	7	(457)
Balance at 30 September 2014	79,279	2,221	607	3,674	85,781
(Restated)					
Balance at 1 July 2013	54,194	212	(660)	3,540	57,286
<b>Loss for the financial period</b>	-	-	-	(177)	(177)
<b>Other comprehensive income for the period:</b>					
Exchange differences on translating foreign operations	-	-	651	-	651
<b>Total comprehensive income for the financial period</b>	-	-	651	(177)	474
Convertible preference shares exercised	4,621	-	-	-	4,621
Grant of share options/awards to employees	-	103	-	-	103
Balance at 30 September 2013	58,815	315	(9)	3,363	62,484

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 at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

Share Capital – Ordinary shares	Number of Shares	US\$
Balance as at 1 July 2014	411,281,127	(Restated) 76,279,225
Issuance of shares pursuant to the acquisition of 20% of the issued and paid-up share capital of Fram Exploration ASA ("Fram")	11,301,000	3,000,128
Balance as at 30 September 2014	422,582,127	79,279,353

The Company did not have any treasury shares as at 30 September 2014 and 30 June 2014.

#### Outstanding share options/awards

	Number of options/awards
Loyz Energy Employee Share Option Scheme ("ESOS"):	
As at 1 July 2014	27,640,000
Options forfeited	(5,120,000)
As at 30 September 2014	<u>22,520,000</u>
Loyz Energy Performance Share Plan ("PSP"):	
As at 1 July 2014	1,970,000
Awards forfeited	(200,000)
As at 30 September 2014	<u>1,770,000</u>

As at 30 September 2014, the number of outstanding share options/awards under the ESOS and the PSP were 22,520,000 and 1,770,000 respectively (30 September 2013 - ESOS: 2,980,000 options PSP: 240,000 awards).

**(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.**

	<b>30-Sep-14</b>	<b>30-Jun-14</b>
Total number of issued shares excluding treasury shares	422,582,127	411,281,127

**(d)(iv) A statement showing all sales, transfers, disposal, 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 auditing standard or practice.**

The above financial statements have not been audited or reviewed by the Company's auditors.

**3. Where the figures have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a 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 financial information has been prepared in accordance with the same accounting policies and methods of computation as adopted in the audited financial statements of the last financial year, except as disclosed under Note 5 below and the adoption of the new or revised Singapore Financial Reporting Standards ("FRS") and Interpretations of FRS ("INT FRS") which have become effective for the current financial year. The adoption of FRS and INT FRS did not result in any substantial changes to the Group's accounting policies.

**5. If there were 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.**

With effect from 1 July 2014, the Company and certain subsidiaries changed their functional currency from their respective local currencies to the United States dollars due to its increasing influence over the entities' primary economic environments.

Following the above change in functional currency of the entities, the Group changed its presentation currency from the Singapore dollars to the United States dollars.

The audited Singapore dollar amounts as at 30 June 2014 have been restated into the United States dollars to conform with the current financial year ending 30 June 2015's presentation.

The comparative amounts in the Singapore dollar have been translated to the United States dollar at the relevant closing rates of exchange and relevant average rates of exchange for the consolidated statement of financial position and consolidated statement of comprehensive income respectively.

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

<b>Earnings/(loss) per share of the Group based on profit/(loss) attributable to owners of the Company</b>	<b>1Q FY2015</b>	<b>1Q FY2014</b>
- on weighted average number of shares	0.13 US cents	(Restated) (0.47 US cents)
- on a fully diluted basis	0.13 US cents	(0.47 US cents)

**Notes:**

The earnings/(loss) per share for 1Q FY2015 and 1Q FY2014 are calculated based on 421,353,757 and 344,867,867 ordinary shares in issue respectively.

On a fully diluted basis, the earnings/(loss) per share for 1Q FY2015 and 1Q FY2014 are calculated based on 423,123,757 and 344,867,867 ordinary shares in issue respectively. Diluted loss per share for 1QFY2014 is the same as the basic loss per share because the potential ordinary shares to be converted are anti-dilutive.



**7. Net asset value (for the issuer and Group) per ordinary share based on issued share capital of the issuer at the end of the:-**

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

	<b>Group 30-Sep-14</b>	<b>Group 30-Jun-14</b>	<b>Company 30-Sep-14</b>	<b>Company 30-Jun-14</b>
Net asset value per share based on existing issued share capital as at the respective period	17.40 US cents	(Restated) 16.90 US cents	20.30 US cents	(Restated) 20.09 US cents

**Note:**

The net asset value per ordinary share as at 30 September 2014 and 30 June 2014 are calculated based on 422,582,127 and 411,281,127 ordinary shares in issue respectively.

**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 period reported on.

**Review for 1Q FY2015 vs 1Q FY2014:-**

Consolidated Statement of Comprehensive Income

Revenue and cost of sales for 1Q FY2015 mainly relates to the Group's share of sale of crude oil from its Thailand concessions. The oil production volume for 1Q FY2015 was 78,932 barrels, being the Group's 20% share. Revenue for 1Q FY2014 mainly pertains to revenue derived from the two drilling rigs.

Other income increased by US\$0.1M, from US\$0.2M in 1Q FY2014 to US\$0.3M in 1Q FY2015 mainly due to the stronger United States dollars against the Singapore dollars, resulting in an increase in foreign exchange gain recognised on revaluation of payables balances.

Administrative expenses increased by US\$0.7M, from US\$0.8M in 1Q FY2014 to US\$1.5M in 1Q FY2015 mainly due to an increase in staff costs of US\$0.8M attributed to the expansion in the operations of the Group.

The increase in finance costs of US\$0.3M, from US\$0.2M in 1Q FY2014 to US\$0.5M in 1Q FY2015 was due to the increase in the Group's borrowings.

Other expenses decreased by US\$0.6M, from US\$1.0M in 1Q FY2014 to US\$0.4M in 1Q FY2015 mainly due to the absence of the drilling rigs expenses pursuant to the disposal in June 2014.

As a result of the above, the Group recorded a profit after income tax of US\$0.5M in 1Q FY2015 as compared to a loss after income tax of US\$2.4M in 1Q FY2014.

Consolidated Statement of Financial Position

The Group's non-current assets increased by US\$1.2M, from US\$187.9M as at 30 June 2014 to US\$189.1M as at 30 September 2014. The increase was mainly due to (i) increase of exploration, evaluation and development assets of US\$0.3M mainly attributed to expenditure incurred for the India assets and 3D seismic work performed in New Zealand and Australia; and (ii) addition of oil and gas properties of US\$0.9M attributed to additional wells drilled in Thailand.

The Group's current assets increased by US\$2.1M, from US\$13.6M as at 30 June 2014 to US\$15.7M as at 30 September 2014. The increase was mainly due to an increase in cash and cash equivalents of US\$1.3M (please refer to the explanation of cash and cash equivalents below) coupled with the reservation deposits of US\$0.6M paid to the Department of Mineral Fuels of Thailand to secure the exploration operations in Thailand.

The Group's non-current liabilities increased by US\$2.0M, from US\$76.6M as at 30 June 2014 to US\$78.6M as at 30 September 2014. The increase was mainly due to the drawdown of the revolving loan of US\$1.0M from DBS Bank for working capital purposes, increase in other payable of US\$0.3M due to the amortisation of deferred consideration, as well as the increase of US\$0.7M in deferred tax liability attributed to the operations in Thailand.

The Group's current liabilities decreased by US\$2.6M, from US\$52.8M as at 30 June 2014 to US\$50.2M as at 30 September 2014. The decrease was mainly due to (i) a decrease in current income tax payable of US\$0.8M which was mainly due to payment of tax incurred for the first half of the year by the Thailand operations; and (ii) decrease in bank borrowings of US\$4.8M which was mainly due to the repayment of Interlink's term loan from

DBS Bank as part of the Group's refinancing arrangement. These were partially offset by the increase in trade and other payables of US\$2.9M mainly attributed to short-term loans obtained.

The Group reported a negative working capital of US\$34.5M as at 30 September 2014 and US\$39.3M as at 30 June 2014. However, cash and cash equivalents have increased in 1Q FY2015, with contributions continue to come in from our profitable Thailand operations. The Group has also restructured some of its loans and is in the midst of reviewing and strengthening its capital structure.

#### Consolidated Statement of Cash Flows

The Group's net cash used in operating activities for 1Q FY2015 was US\$1.0M. Major movements mainly comprised (i) cash absorbed by an increase in prepayment of US\$0.2M, (ii) cash absorbed by a decrease in trade and other payables of S\$2.4M, (iii) cash absorbed by an increase in other assets of US\$0.6M, (iv) income tax payment of US\$2.4M; and (v) an operating profit before working capital changes of US\$4.8M.

Net cash used in investing activities for 1Q FY2015 of US\$1.3M was mainly due to expenditure incurred for the India assets, payment made for the 3D seismic work performed in Australia and New Zealand, as well as the drilling cost incurred in Thailand.

Net cash from financing activities for 1Q FY2015 of US\$3.7M was mainly due to the drawdown of the revolving loan from DBS Bank amounting to US\$1.0M and the net short-term loans obtained amounting to US\$3.4M. These were partially offset by the repayment of bank loans and interest.

As a result of the above and taking into account of the foreign currency translation adjustments of US\$0.2M, cash and cash equivalents increased by US\$1.5M, from US\$6.2M as at 30 June 2014 to US\$7.5M as at 30 September 2014.

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

Not applicable. No forecast or prospect statement had been previously disclosed to shareholders.

#### **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.**

In 1Q FY2015, the Group turned in a net profit after tax of US\$0.5M, with Thailand continuing to perform well despite lower average oil prices as compared to 4Q FY2014.

The view from major international banks and industry analysts is mixed with regards to whether Brent price will rebound or decrease further, in 2015.

In a recent industry view article released by Wood Mackenzie on 1 November 2014<sup>1</sup>, Wood Mackenzie wrote that serious supply adjustments will kick in when prices fall below US\$70 per barrel for WTI and US\$80 per barrel for Brent. US tight oil supply growth would fall and this will continue with low prices. The loss of these volumes would begin to balance supply and demand issues and move the market back into balance, preventing further downward pressure.

Development wells are being drilled in our Thailand fields currently. The Group is cautiously optimistic that production will be increased from the current average of 4,700 bopd to approximately 5,000 bopd in the next few months and continue to grow from there. Barring any unforeseen circumstances, the contribution from our Thailand fields is expected to grow significantly in FY2015 and will help to offset weaker oil prices.

Besides developing our existing oil and gas properties, the Group is also seeking opportunities to acquire producing oil and gas properties with a view to enhancing shareholder value.

The Group also intends to explore various fund raising options in the coming months to fund its commitments, working capital and potential acquisitions.

#### **11. Dividend**

##### **(a) Current Financial Period Reported On**

Any dividend declared for the current financial period reported on?

No.

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<sup>1</sup> <http://www.woodmac.com/public/industry-views/content/12525277>

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year?

No.

**(c) Date payable**

Not applicable.

**(d) Books closure date**

Not applicable.

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

No dividend has been declared or recommended for the first quarter ended 30 September 2014.

**13. If the Group has obtained a general mandate from shareholders for IPTs, 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 Group has not obtained a general mandate from shareholders for interested person transactions. There are no interested person transactions of S\$100,000 or more during the financial period under review.

**14. Segmented revenue and results for business or geographical segments (of the Group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year.**

Not applicable.

**15. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable.

**16. A breakdown of sales**

Not applicable.

**17. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year.**

Not applicable.

**18a. Rule 705(6)(a) of the Catalist Rules in relation to the use of funds/ cash for the quarter and projection on the use of funds/ cash for the next immediate quarter, including principal assumptions.**

Please refer to the separate announcement made in accordance with Rule 705(6)(a) of the Catalist Rules on 10 November 2014.

**18b. Rule 705(6)(b) of the Catalist Rules in relation to the director's confirmation**

Please refer to the separate announcement made in accordance with Rule 705(6)(b) of the Catalist Rules on 10 November 2014.

**19a. Rule 705(7) of the Catalist Rules in relation to details of exploration (including geophysical surveys), mining development and/or production activities undertaken by the Company and a summary of the expenditure incurred on those activities, including explanation for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.**

Please refer to the separate announcement made in accordance with Rule 705(7) of the Catalist Rules on 10 November 2014.

**19b. Rule 705(7) of the Catalist Rules in relation to an update on its reserves and resources, where applicable, in accordance with the requirements set out in Practice Note 4C, including a summary of reserves and resources as set out in Appendix 7D.**

Please refer to the separate announcement made in accordance with Rule 705(7) of the Catalist Rules on 10 November 2014.

## 20. Requirement under Rule 705(5) of the Listing Manual

On behalf of the board of directors ("**Board**") of the Company, we hereby confirm to the best of our knowledge that nothing has come to the attention of the Board which may render the unaudited financial statements and dividend announcement for the first quarter ended 30 September 2014 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Lee Chye Cheng, Adrian  
Managing Director

Chan Eng Yew  
Non-Executive Director

BY ORDER OF THE BOARD

Lee Chye Cheng, Adrian  
10 November 2014

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