



Clarification announcement relating to the Business Times article published on 27 August 2020

Singapore, 31 August 2020 – KrisEnergy Ltd. (“KrisEnergy” or “the Company”, together with its subsidiaries, the “Group”), an independent upstream oil and gas company, refers to the article titled *KrisEnergy board passed up potential lifeline: source* published in The Business Times on 27 August 2020 (the “BT Article”).

The Company wishes to clarify as follows:

- (a) On 3 November 2016, the Company announced a proposed financial restructuring (see announcement entitled *KrisEnergy announces proposed financial restructuring* dated 3 November 2016) in which it stated that following a review of its asset portfolio, it had adopted a new business plan (the “New Business Plan”). The New Business Plan comprised (a) a revised operational strategy; and (b) a portfolio rationalisation.

The purpose of the portfolio rationalisation was to reduce the Company’s risk exposure in assets where it held a majority working interest and to divest non-core assets. Subsequent to the announcement, the Company undertook a formal farm-out and/or divestment process in connection with the portfolio rationalisation. In the course of that process, the Company and its then financial advisor engaged with various potential bidders, including Al Hassan International Holdings Ltd (“AIH”).

- (b) The Company had received a confidential non-binding conditional offer from AIH in 2017, amongst other bidders, to acquire certain assets of KrisEnergy only (“Asset Offer”). Such asset offers, if completed, are in the Company’s ordinary course of the business of farming out oil and gas properties and was in line with the New Business Plan. In addition, given the bid process, no announcement was made of the Asset Offer (and any other non-binding offers received) as such announcement(s) would prejudice the Company’s ability to negotiate terms concurrently with other bidders.
- (c) At no time did the Board and/or the Company receive an offer or proposal from AIH to acquire any shares or stake in the Company.
- (d) While the Company entered into discussions with AIH to seek to progress the Asset Offer (concurrent with discussions with multiple other bidders as part of the bid process), definitive asset sale terms were not agreed upon, and no binding offer or agreement was ultimately reached or signed. In this regard, the Board wishes to highlight that any potential asset offer requires agreement on numerous factors including, amongst others, pricing, timing to deal completion, the satisfactory outcome of due diligence on issues such as governance and financial standing of the counterparty in order to satisfy transparency regulations as well as



the satisfaction of the requirements of host governments in the countries in which the assets are held.

- (e) Given that no binding offer was ultimately reached with AIH and the general complexity of such transactions, the Company is of the view that no “potential lifeline” was passed up and that the headline of the BT Article is potentially inaccurate in the circumstances.

Furthermore, KrisEnergy wishes to clarify that its response to BT’s enquiry as stated in the BT Article was provided on other matters and not the matters contained in the published BT Article.

BY ORDER OF THE BOARD

Kelvin Tang
Chief Executive Officer and Executive Director

About KrisEnergy:

KrisEnergy Ltd. is an independent upstream company focused on the exploration for and the development and production of oil and gas in Southeast Asia. The Company holds working interests in two producing oil and/or gas fields, one in the Gulf of Thailand and one onshore Bangladesh. It also participates in nine blocks in various stages of the E&P lifecycle in Bangladesh, Cambodia, Indonesia, Thailand and Vietnam. KrisEnergy operates eight of the contract areas.

All notices pertaining to the ongoing restructuring process are available on the Restructuring Information Centre <https://www.krisenergy.com/Investors/restructuring-information-centre/>