

Falcon Energy Group Limited

Presentation to Note Holders

Without Prejudice

20 November 2019



Important Notes

This presentation is prepared for the sole purpose of providing the holders of Series 001 notes due September 2020 (the “Notes”) with an update on the developments in relation to the applications Falcon Energy Group Limited (“FEG” or the “Company”) and Asetanian Marine Pte. Ltd. filed on 25 July 2019 in the High Court of the Republic of Singapore for a moratorium pursuant to Section 211B(1) of the Companies Act (Cap. 50).

This presentation shall not under any circumstances create any implication that the information contained in this is correct as of any time subsequent to the date hereof or that there has been no change in the information set forth in this presentation or in the affairs of FEG.

No person has been authorised to make any recommendation on behalf of FEG as to whether Note Holders should consent to the Proposal. No person has been authorised to give any information, or to make any representation in connection therewith, other than those contained herein. If made or given, such recommendation or any such information or representation must not be relied upon as having been authorised by the Company.

Each person reading this presentation acknowledges that such person has not relied on FEG in connection with its decision on how to vote in relation to the Proposal. Each such person must make its own analysis and investigation regarding the Proposal and make its own voting decision, with particular reference to its own investment objectives and experience, and any other factors which may be relevant to it in connection with such voting decision. If such person is in any doubt about any aspect of the Proposal and/or the action it should take, it should seek their own independent professional advice immediately from their stockbroker, bank manager, solicitor, accountant or other independent adviser.

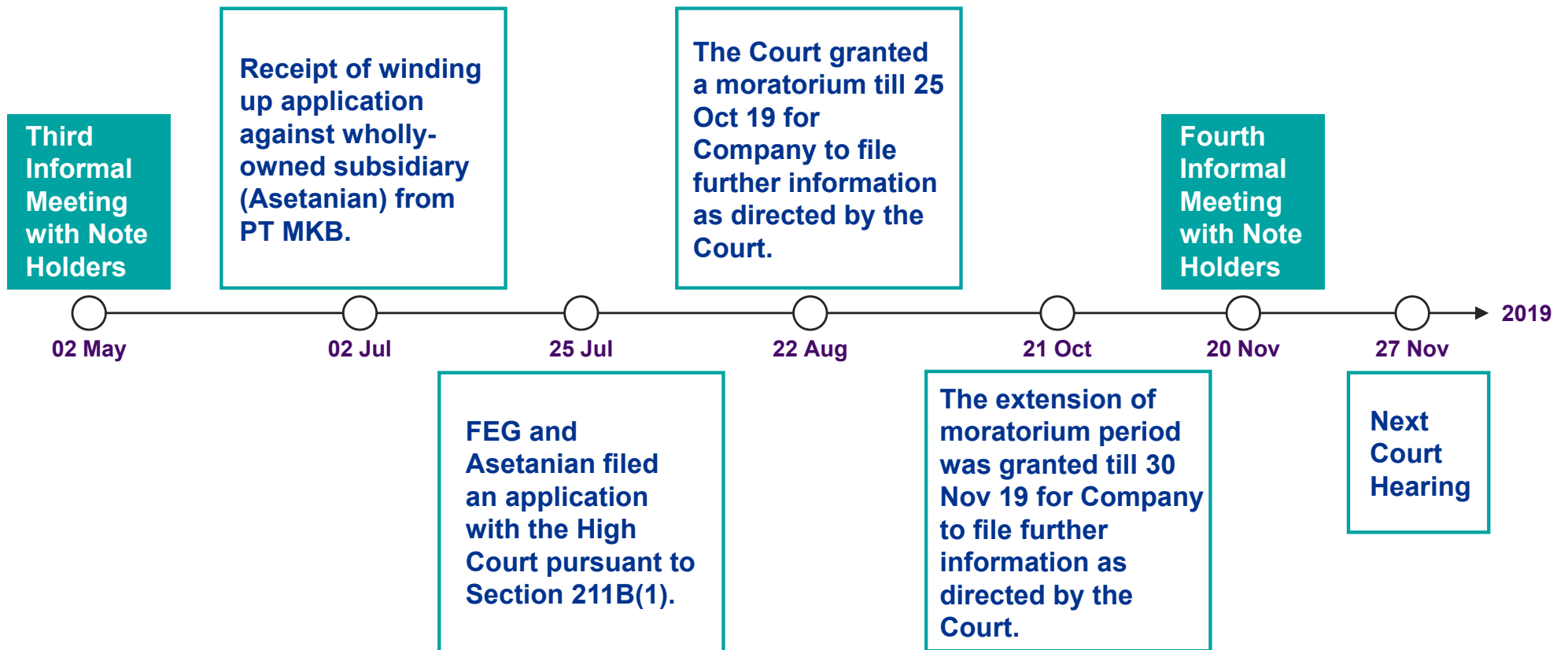
Table of Contents

<i>Update of Events</i>	3
<i>Scheme of Arrangement</i>	5
<i>Proposal</i>	7



Update of Events

Update of events





Scheme of Arrangement

Scheme of Arrangement

Application to Court

Notice of creditors' meeting

Adjudication of claims

Creditors' meeting

Application to court for sanction

Administration of Scheme

- A scheme of arrangement (“SOA”) is an agreement between the company and its creditors on the restructuring of a company’s debt obligations. Upon court’s approval, it is binding on all creditors even if not all creditors approve it.
- Creditors will be separated into different classes of creditors based on their interests for voting purposes.
- Requires at least 50% in number representing 75% in value of the creditors/class of creditors present and voting either in person or by proxy, to vote in favour.
- The SOA will take effect upon the court’s sanction and lodgment with ACRA. The SOA managers will then administer the SOA accordingly.



Proposal

Proposal



Proposal

Retain portion as Sustainable Debt, based on 50% of excess value of security over secured debt.

Remaining portion deemed as Non-Sustainable Debt. To be converted upfront to shares, forming 90% of the enlarged share capital of the Company.

Post-scheme shareholding structure

Existing Shareholders



Existing Shareholders



~ 10% of FEG enlarged share capital

Noteholders



S\$50 million

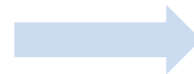


~ 23.3% of FEG enlarged share capital

Other unsecured creditors

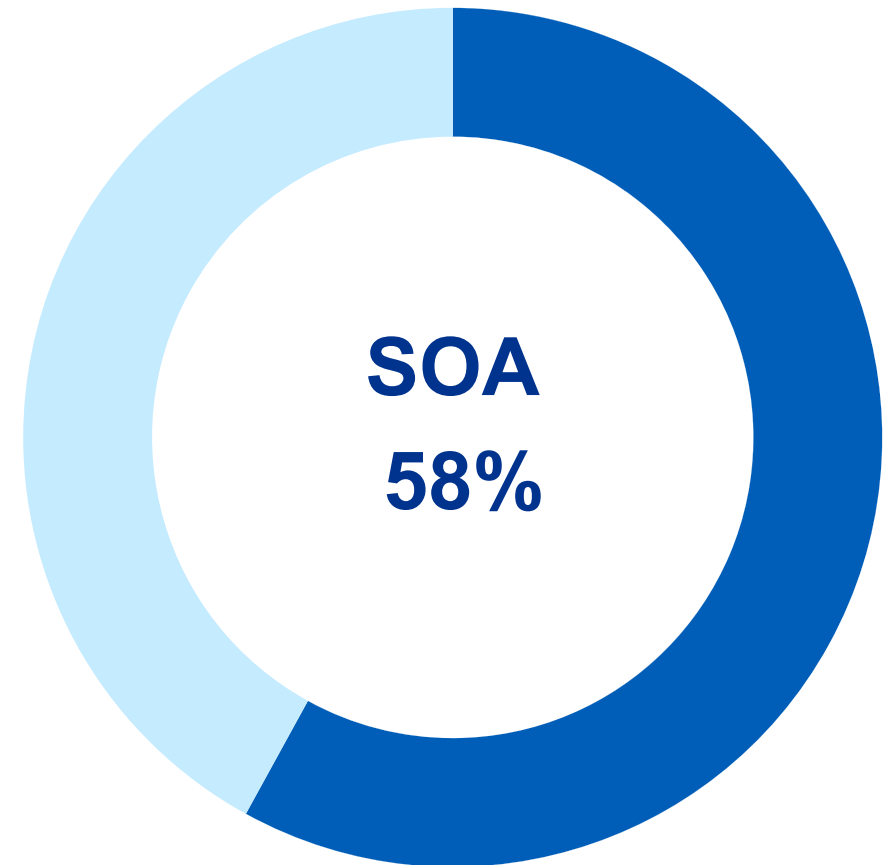
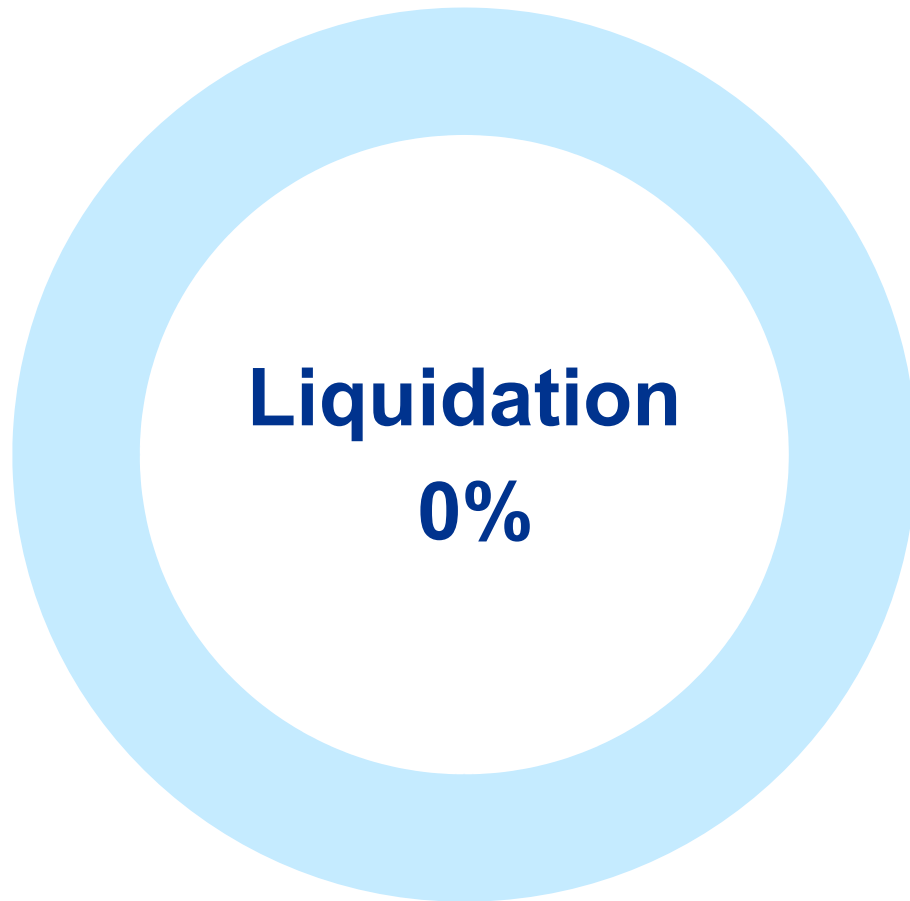


US\$105.7 million



~ 66.7% of FEG enlarged share capital

Estimated returns



*Assuming shares disposed at 50% of FEG last traded share price of S\$0.027.



Thank You