

3CENERGY LIMITED

(Company Registration No.: 197300314D)
(Incorporated in the Republic of Singapore)

COMMENCEMENT OF MONTHLY REPAYMENT OF TERM LOANS

The board of directors (the “**Board**”) of 3Cnergy Limited (the “**Company**”) refers to the Company’s offer information statement dated 3 May 2017 in relation to the rights cum warrants issue undertaken by the Company. Unless otherwise defined, all capitalised terms and references used herein shall bear the same meaning ascribed to them in the abovementioned offer information statement.

The Board wishes to announce that 3C Marina Park Sdn Bhd (“**3CMP**”), a wholly-owned subsidiary of the Company, has agreed with Public Bank Berhad (“**PBB**”) to commence the first monthly repayment of the Term Loans (inclusive of interest) on 22 May 2017 (the “**First Monthly Repayment**”). The First Monthly Repayment is the first of several monthly instalments to be made towards the repayment of the Term Loans. Under the repayment terms of the Term Loans, the first monthly repayment shall commence on 1 June 2017.

Accordingly, 3CMP has today made the First Monthly Repayment amounting to approximately S\$1,200,000 (inclusive of interest) in full. As stated in the Company’s offer information statement dated 3 May 2017, the First Monthly Repayment is to be funded by the net proceeds from the Rights Shares (the “**Rights Shares Proceeds**”). However as the Rights Shares Proceeds would not be disbursed to the Company in time for the First Monthly Repayment date of 22 May 2017, as an interim arrangement, the First Monthly Repayment was funded by (i) the drawdown of S\$400,000 on the shareholder’s loan given by Phileo Capital Limited; and (ii) the temporary drawdown of S\$800,000 from such unutilised portion of the Compliance Placement Proceeds.

Since the sum of S\$400,000 was originally intended to be funded from the Rights Shares Proceeds (but was paid for by utilising the loan from Phileo Capital Limited as an interim arrangement), the Company will, upon receipt of the Rights Shares Proceeds, repay to Phileo Capital Limited the sum of S\$400,000 from the Rights Shares Proceeds which was earmarked for the partial repayment of the Term Loans.

The drawdown of such Compliance Placement Proceeds, which was intended for the working capital of the Group, was re-allocated for the purposes of the First Monthly Repayment.

Consequent to such re-allocation, the use of the Compliance Placement Proceeds is as follows:

Intended use of proceeds	Amount allocated S\$'000	Amount utilised S\$'000	Balance S\$'000
Expenses incurred in relation to the 3CMP Acquisition and the placement ⁽¹⁾	761	(690)	71
Working capital ⁽²⁾	4,264	(3,359)	905
First Monthly Repayment	-	(800)	(800)
Total	5,025	(4,849)	176

Notes:

- (1) Expenses incurred relate to the 3CMP Acquisition and Compliance Placement relate to professional fees, placement commission and listing fees.
- (2) Working Capital consists of payments for the Group's operating expenses, director fees, staff salaries and related expenses.

Similarly, since the sum of S\$800,000 was originally intended to be funded from the Rights Shares Proceeds (but was funded from the Compliance Placement Proceeds as an interim arrangement), the Company will, upon receipt of the Rights Shares Proceeds, restore to the Compliance Placement Proceeds the sum of S\$800,000 from the Rights Shares Proceeds which was earmarked for the partial repayment of the Term Loans.

The Board will continue to provide periodic announcements on the utilisation of the balance of the Compliance Placement Proceeds and proceeds from the Rights cum Warrants Issue as and when the proceeds are materially disbursed.

By Order of the Board

Anne Tong Kooi Lian
 Managing Director and Chief Executive Officer
 22 May 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, CIMB Bank Berhad, Singapore Branch (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 and Sponsor assume 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 Eric Wong (Director, Investment Banking), CIMB Bank Berhad, Singapore Branch, 50 Raffles Place #09-01 Singapore Land Tower, Singapore 048623, telephone (65) 6337 5115.