

## PRESS RELEASE

### **Manarah-1 well in offshore Oman confirms source rock and petroleum system in Block 50**

- *Prospectivity of Block 50 improved with confirmation of presence of hydrocarbons and working petroleum system*
- *Well results considered a milestone towards establishing Block 50 and the eastern Oman offshore as a petroleum province*
- *Plans for additional wells during 2016 being drawn up*

**SINGAPORE, 22 April 2016** – Rex International Holding Limited ("**Rex International Holding**", "**Rex**" or the "**Company**", and together with its subsidiaries, the "**Group**"), refers to the 22 April 2016 press release issued by Masirah Oil Limited, in which the Group has an effective stake of 72.03 per cent.

Mr Dan Broström, Executive Chairman of Rex, commenting on the Masirah press release said, "The Manarah well improved the prospectivity of the block beyond previous expectations. We are working closely with our partners and appreciate the support from the Ministry of Oil and Gas of Oman. We are looking forward to the results of the post well studies, as we consider the well results a milestone towards establishing Block 50 and the eastern Oman offshore as a petroleum province. We are drawing up plans for more wells during 2016 and will announce these once they are approved. Our efforts are in line with our strategy to focus on Oman and Norway to obtain early production from the most suitable locations as soon as possible."

Masirah today announced that drilling of the Manarah-1 well in Block 50 has been completed. The hydrocarbons encountered while drilling proved the presence of a working petroleum system. Masirah is conducting further post well studies. The company is currently in discussions with the Ministry of Oil and Gas of Oman ("**MOG**") regarding time extension for the concession.

Dr Rabi Bastia, a geological and geophysical (G&G) veteran and an advisor to Masirah, said, “Manarah-1 well’s confirmation of the source rock and a working petroleum system in Block 50 gives us great encouragement and important information towards our deeper understanding of the 17,000 sq km block.”

With the present challenging market conditions, Masirah is at present drawing up plans for additional wells.

The shareholders of Masirah are Rex Oman Ltd at 69.06 per cent, Lime Petroleum Plc at 4.57 per cent and Petroci at 26.37 per cent.

Commenting on Masirah’s press release, Mr Svein Kjellesvik, Chief Operating Officer of Rex said, “Masirah, as the operator of the Manarah-1 drilling campaign, had established a strong project management team. Working closely with the rig owner, Aban Drilling, Masirah completed the well on time and safely, with zero reportable health, safety and environment incidents. Mud losses were experienced due to significant faulting and fracturing during drilling. I am pleased with the quick response from the drilling team which ensured that the loss situation was well managed.”

### **Technical analysis**

The Manarah-1 well was drilled to TD > 3,000 metres, in a safe manner without any recordable health, safety and environment (HSE) incident. The well was targeted to evaluate the potential in two sandstone and carbonates primary targets and three secondary targets. The location was selected on the basis of G&G analysis supported by Rex Virtual Drilling. High gas count with oil shows were encountered in both primary targets and two of the secondary targets. Presence of fractures in a secondary target where mud loss was encountered during drilling which were further confirmed by high resolution Formation Micro-Imager (FMI), suggesting the presence of possible high porous reservoir zones.

TD : target depth

Side wall cores were collected in another secondary target and preliminary inspection of these indicate an extremely good reservoir quality of the sand as well as source rock potential in the shale intervals. These cores will now be analysed in detail.

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**About Rex International Holding**

*Rex International Holding was listed on Singapore Exchange Securities Trading Limited's Catalist Board on 31 July 2013. The Company owns a key set of proprietary and innovative exploration technologies, Rex Technologies, originating from the Company's Swedish founders. These include the game-changing Rex Virtual Drilling technology, the world's first direct hydrocarbon detector using seismic data, which literally enables the Group to 'see oil in the ground' by pinpointing the location of oil reservoirs in the sub-surface. Through the exploration accuracy of Rex Technologies which are applicable to both onshore and offshore oil exploration, the oil discovery success rate is significantly increased. The Company also owns the unique Rexonic ultrasound technology which is used for well bore cleaning which allows for significantly increased oil production in wells that have issues with clogging and deposits.*

*Rex International Holding has stakes in exploration assets in the Middle East, Norway, the US and Trinidad & Tobago. These offshore and onshore concessions cover an aggregate area of over 26,000 square kilometres in regions known for previous oil and gas discoveries. Located in politically stable countries with well-developed oil and gas infrastructures, Rex International Holding has a portfolio of assets that is geographically diversified and consists of both onshore and offshore concessions.*

**Issued by Rex International Holding Limited**

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*This press release has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalist. The Sponsor has not verified the contents of this press release. The Sponsor has also not drawn on any specific technical expertise in its review of this press release.*

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