REX INTERNATIONAL HOLDING LIMITED
(Company Registration No.: 201301242M)

Unaudited Financial Statement and Dividend Announcement
For the Fourth Quarter and the Financial Year Ended 31 December 2013

Background

Rex International Holding Limited (the "**Company**") was incorporated in the Republic of Singapore on 11 January 2013 under the Companies Act (Chapter 50) of Singapore as a private limited company. The Company and its subsidiaries (the "**Group**") were formed pursuant to a restructuring exercise (the "**Restructuring Exercise**"), which involved an allotment of shares to Rex Commercial Ltd and Schroders and Co. Bank AG, and a share swap with Fram Exploration ASA prior to the initial public offering ("**IPO**") and listing on the Catalist of the Singapore Exchange Securities Trading Limited ("**SGX-ST**") in July, 2013. The Restructuring Exercise was completed on 26 April 2013. Please refer to the Company's Offer Document dated 22 July 2013 for further details on the Restructuring Exercise.

For the purpose of this announcement, the financial results of the Group comprise the consolidated accounts of the Group for the three months period ended 31 December 2013 and the 12 months period ended 31 December 2013. The comparative results of the Group for the three months period ended 31 December 2012 and the 12 months ended 31 December 2012 comprise the Company's interest in Lime Petroleum Plc, a jointly controlled entity.

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

1(a)(i) An income statement and statement of comprehensive income, or a statement of comprehensive income (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group			Group		
	Three Month Ended			Twelve Month Ended		
	31 December 2013 US$'000	31 December 2012 US$'000	Change %	31 December 2013 US$'000	31 December 2012 US$'000	Change %
	Unaudited			Unaudited	Audited	
Revenue	–	–	–	–	–	–
Expenses						
Administration fees and expenses	(3,115)	–	N/A	(5,268)	(529)	896%
Listing expenses	(164)	–	N/A	(2,520)	–	N/A
Foreign exchange loss	(804)	–	N/A	(230)	–	N/A
Operating loss	(4,083)	–	N/A	(8,018)	(529)	1416%
Finance income	105	–	N/A	130	–	N/A
Finance cost	(29)	–	N/A	(29)	–	N/A
Gain on disposal of jointly controlled operation and jointly controlled entity	574	–	N/A	574	–	N/A
Gain on dilution of interest in a jointly controlled entity	–	–	N/A	3,999	–	N/A
Share of loss in associates and jointly controlled entities	(1,394)	(375)	272%	(5,164)	(653)	691%
Loss before taxation	(4,827)	(375)	1187%	(8,508)	(1,182)	620%
Taxation	–	–	N/A	–	–	N/A
Loss after taxation	(4,827)	(375)	1187%	(8,508)	(1,182)	620%
Other comprehensive loss						
Foreign currency translation differences from foreign operations	(40)	–	N/A	(40)	–	N/A
Total comprehensive loss for the period/year	(4,867)	(375)	1198%	(8,548)	(1,182)	623%

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

Loss for the financial period/year is stated after charging the following	Three Month Ended		Twelve Month Ended	
	31 December 2013 US$'000	31 December 2012 US$'000	31 December 2013 US$'000	31 December 2012 US$'000
	Unaudited		Unaudited	Audited
Depreciation	6	–	10	–

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

	Note	Group		Company	
		31 December 2013 US$'000	31 December 2012 US$'000	31 December 2013 US$'000	31 December 2012 US$'000
		Unaudited		Unaudited	Audited
Assets					
Plant and equipment		81	–	81	–
Investment in subsidiary		–	–	25,642	–
Investment in jointly controlled entities	1	42,700	7,355	–	–
Available-for-sale investment	2	39,717	–	40,525	–
Non-current assets		82,498	7,355	66,248	–
Trade and other receivables	3	569	–	16,850	–
Other investments	4	7,520	–	7,520	–
Other receivables	5	4,500	–	–	–
Cash and cash equivalents		82,271	–	82,271	–
Current assets		94,860	–	106,641	–
Total assets		177,358	7,355	172,889	–
Equity					
Share capital		179,519	1	179,519	–
Reserves	6	5,229	4,538	565	–
Accumulated (losses)/ profits		(7,919)	589	(7,724)	–
Total equity		176,829	5,128	172,360	–
Liabilities					
Other payables		529	2,227	529	–
Current liabilities		529	2,227	529	–
Total liabilities		529	2,227	529	–
Total equity and liabilities		177,358	7,355	172,889	–

Notes:-

1. Investment in jointly controlled entities comprised the Group's equity interest in:-

Names of jointly controlled entities	% of interest
Lime Petroleum Plc ("**Lime**")	65.0%
HiRex Petroleum Sdn Bhd ("**HiRex**")	41.0%
Rexonic AG ("**Rexonic**")	66.7%
Caribbean Rex Ltd ("**Caribbean Rex**")	64.17%

2. Relates to investment in Fram Exploration ASA ("**Fram**"). As at 31 December 2013, the Company holds 27.86% interest in shares of Fram.

   During the quarter ended 31 December 2013 ("**4Q FY2013**"), the Company restructured its shareholding arrangements with Fram and divested its indirect 49% stake in Loyz Rex Drilling Services ("**LRDS**"). Restructuring of the shareholding arrangements with Fram comprised, *inter alia*, subscription of 1,205,962 new Fram shares, resulting in a net investment of US$7.00 million and disposal of interest in the jointly controlled operations. The restructuring resulted in the loss of significant influence over the investment, resulting in it being reclassified as an available-for-sale investment, carried at cost.

3. Relates mainly to refundable deposits for office and staff apartment and car, prepayment and interest receivables.

4. Relates to investment in bonds classified as fair value through profit or loss.

5. The Group sold its 49% interest in LRDS to Loyz USA Holdings LLC (a wholly owned subsidiary of Loyz Energy Ltd ("**Loyz**")) as at 31 December 2013 as part of the restructuring of its assets in the USA. The balance in other receivables relates to consideration receivable from Loyz of US$4.50 million. The consideration was received on 7 February 2014.

6. This includes merger reserve of US$4.13 million which arose from acquisitions of businesses under common control pursuant to the Group's Restructuring Exercise completed prior to the listing of the Company's shares on the Catalist of the SGX-ST. It also includes capital reserve which relates to capital contribution arising from waiver of debt by equity holders of US$1.06 million. Other reserve relates to foreign exchange translation reserve and share-based payment transaction recorded in other reserve.

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

The Group does not have any external borrowings and debt securities as at 31 December 2013 and 31 December 2012.

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.

Consolidated Statement of Cash Flows

	3 Months ended 31 December 2013 US$´000 Unaudited	12 Months ended 31 December 2013 US$´000 Unaudited
Operating activities		
Loss before income tax	(4,827)	(8,508)
Adjustments for:		
Depreciation	6	10
Share of loss in an associate and jointly controlled entities, net of tax	1,394	5,164
Gain on dilution of interest in jointly controlled entity	–	(3,999)
Gain on disposal of jointly controlled operation and jointly controlled entity	(574)	(574)
Equity settled share-based payment	60	60
Operating loss before working capital changes	**(3,941)**	**(7,847)**
Working capital changes		
Debtors and prepayments	50	(569)
Other payables	516	449
Net cash used in operating activities	**(3,375)**	**(7,967)**
Investing activities		
Purchase of plant and equipment	(48)	(91)
Purchase of exploration & evaluation assets	–	(2,840)
Purchase of other investments	(7,520)	(7,520)
Investments in jointly controlled entities	(23,760)	(31,115)
Net cash used in investing activities	**(31,328)**	**(41,566)**
Financing activities		
Listing expenses	(1,523)	(6,891)
Proceeds from issuance of shares	42,509	139,933
Repayment of loan to a related corporation	–	(1,901)
Cash contribution from founders	9	663
Cash from financing activities	**40,995**	**131,804**
Net change in cash and cash equivalents	**6,292**	**82,271**
Cash and cash equivalents at beginning of financial period/year	75,979	–
Cash and cash equivalents at end of the financial period/year	**82,271**	**82,271**

Note:

1. Comparative statements for the corresponding financial periods ended 31 December 2012 are not meaningful since the Group´s operations in 2012 are related to equity accounting in the jointly controlled entity of Lime Petroleum Plc.

(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	Reserve				Accumulated (losses)/profit	Total Equity
		Merger	Capital	Share option	Foreign Currency Translation		
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
As at 1 January 2013	1	4,129	409	–	–	589	5,128
Loss for the financial period	–	–	–	–	–	(3,681)	(3,681)
Wavier of debt by equity holders	–	–	654	–	–	–	654
Issuance of shares – net off against listing expenses	125,581	–	–	–	–	–	125,581
As at 30 September 2013	**125,582**	**4,129**	**1,063**	**–**	**–**	**(3,092)**	**127,682**
Loss for the financial period	–	–	–	–	–	(4,827)	(4,827)
Other comprehensive loss for period							
Share of foreign currency translation differences of foreign operations	–	–	–	–	(40)	–	(40)
Others	–	–	9	–	–	–	9

Group	Ordinary shares	Reserve				Accumulated (losses)/profit	Total Equity
		Merger	Capital	Share option	Foreign Currency Translation		
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
Transactions with owners, recognised directly in equity							
Issuance of shares – Second Placement[(1)], net off against listing expenses	40,985	–	–	–	–	–	40,985
Issuance of shares for investment in jointly controlled entities	12,952	–	–	–	–	–	12,952
Wavier of debts by equity holders	–	–	8	–	–	–	8
Share-based payment transactions – employee share option scheme	–	–	–	60	–	–	60
As at 31 December 2013	**179,519**	**4,129**	**1,080**	**60**	**(40)**	**(7,919)**	**176,829**

Statement of Changes in Equity

Company	**Ordinary**	**Reserve**			**Accumulated**	**Total**
	shares	**Merger**	**Capital**	**Share option**	**(losses)/profit**	**Equity**
	US$'000	US$'000	US$'000	US$'000	US$'000	US$'000
As at 1 January 2013	–	–	–	–	–	–
Loss for the financial period	–	–	–	–	(3,769)	(3,769)
Issuance of shares – net off against listing expenses	125,582	–	–	–	–	125,582
Waiver of debts	–	–	501	–	–	501
As at 30 September 2013	**125,582**	**–**	**501**	**–**	**(3,769)**	**122,314**
Loss for the financial period	–	–	–	–	(3,955)	(3,955)
Transactions with owners, recognised directly in equity						
Issuance of shares – Second Placement[(1)], net off against listing expenses	40,985	–	–	–	–	40,985
Issuance of shares for investment in jointly controlled entities	12,952	–	–	–	–	12,952
Wavier of debts by equity holders	–	–	4	–	–	4
Share-based payment transactions – employee share option scheme	–	–	–	60	–	60
As at 31 December 2013	**179,519**	**–**	**505**	**60**	**(7,724)**	**172,360**

Note: (1) The Company had on 6 November 2013 completed a placement of 70 million new ordinary shares at an issue price of S$0.755 per share (the "**Second Placement**"), raising gross proceeds of S$52.85 million.

1(d)(ii) Details of any changes in the company's share capital arising from right 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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

Shares Capital – Ordinary Shares

	Number of shares	US$'000
Balance at 1 October 2013	1,004,683,156	125,582
Allotment to professional service providers pursuant to Second Placement, pre-placement expenses	70,000,000	42,508
Less : listing expenses, net off against share capital	–	(1,523)
Total	70,000,000	40,985
Issuance of shares for investment in jointly controlled entities	20,274,107	12,952
Balance at 31 December 2013	**1,094,957,263**	**179,519**

Outstanding Options under the Company's Employee Share Option Scheme

The Company had on 29 November 2013, granted an aggregate of 3,187,500 options pursuant to its Employee Share Option Scheme to eligible participants (the "**Options**"), details of which are as follows:

Date of grant of Options	Number of Options granted	Exercise price of Options	Exercise period	Options outstanding as at 31 Dec 2012	Options cancelled/ exercised	Options outstanding as at 31 Dec 2013
29 Nov 2013	2,125,000	S$0.650	29 Nov 2014 to 28 Nov 2024	–	–	2,125,000
29 Nov 2013	1,062,500	S$0.520	29 Nov 2015 to 28 Nov 2024	–	–	1,062,500
					Total	**3,187,500**

As none of the Options have been exercised/cancelled during the financial year ended 31 December 2013 ("**FY2013**"), there are 3,187,500 Options outstanding as at 31 December 2013 and the total number of shares that may be issued upon exercise of all Options is 3,187,500. Save for the aforementioned Options, the Company did not have any other outstanding convertibles as at 31 December 2013.

The Company did not have any outstanding options, convertibles or treasury shares as at 31 December 2012.

(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

	31 December 2013	31 December 2012
Total number of issued shares	1,094,957,263	- (1)

(1) There were no comparative figures for the Company as at the end of the immediately preceding financial year as the Company was incorporated on 11 January 2013.

The Company did not have any treasury shares as at 31 December 2013.

1(d)(iv) A statement showing all sales, transfers, disposals, 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 figures 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

Except as disclosed in paragraph 5 below, the accounting policies and methods of computation adopted in the financial statements for the current reporting period are

consistent with those disclosed in the audited combined financial statements for the financial year ended 31 December 2012 as set out in the Company's offer document dated 22 July 2013.

5. If there are 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

The Group has adopted all the applicable new and revised Financial Reporting Standards ("**FRS**") and Interpretations of Financial Reporting Standards ("**INT FRS**") that are mandatory for the accounting periods beginning on or after 1 January 2013. The adoption of these new and revised FRS and INT FRS did not result in any substantial change to the Group's and the Company's accounting policies and has no significant impact on the financial statements for the current financial reporting period.

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

Earnings per share ("EPS")	**3 months ended 31 December 2013**	**12 months ended 31 December 2013**
Net loss attributable to shareholders of the Company (US$)	(4,827,000)	(8,508,000)
Weighted average number of ordinary shares used in basic and fully diluted EPS	1,058,334,321	707,846,636
Basic EPS (US cents)	(0.46)	(1.20)
Fully diluted EPS (US cents)	(0.46)	(1.20)

The basic and fully diluted EPS were the same as the effects of anti-dilutive potential ordinary shares are ignored during the respective financial periods.

Comparison with the EPS for the corresponding period of the immediately preceding financial year is not meaningful as no shares existed for the Group in 2012.

7. Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the
(a) Current period reported on; and
(b) Immediately preceding financial year

US$	Group 31 December 2013	Company 31 December 2013
Net asset value	176,829,000	172,360,000
Number of ordinary shares in issue	1,094,957,263	1,094,957,263
Net asset value per ordinary share	16.15 cents	15.74 cents

Note:
The Company was incorporated on 11 January 2013, therefore the net asset value per share for the Group and for the Company as at 31 December 2012 is not meaningful as no shares existed for the Group in 2012.

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss:-

(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 financial period reported on

Review for the performance of the Group for the financial year and quarter ended 31 December 2013 (FY2013 and 4Q FY2013 respectively).

Consolidated Statement of Comprehensive Income

No revenue has been accounted for during 4Q FY2013 and for FY2013 as the Group was involved in exploration and drilling activities and has not yet commenced production. There was no revenue for the quarter ended 31 December 2012 ("**4Q FY2012**") and for the financial year ended 31 December 2012 ("**FY2012**") as the Group´s operations then principally comprised its interest in Lime, which had been equity accounted for.

Administration fees and expenses for 4Q FY2013 amounted to US$3.11 million whereof US$2.04 million related to staff and office costs for the office in Singapore together with consultancy fees for geologists/geophysicists and other competent persons, while US$1.07

million related to a bonus payment to the Company's Chief Executive Officer as recommended by the Remuneration Committee and approved by the Board. FY2013 administration fees and expenses of US$5.27 million primarily related to Singapore's office staff cost and operational cost, consulting cost and professional fees.

The total IPO expenses for FY2013 amounted to US$7.88 million, of which, US$2.52 million was expensed and the remaining amount of US$5.36 million has been accounted for as a deduction against the share capital. Additional costs of US$1.52 million in relation to the Second Placement was deducted against the share capital.

Finance income of US$0.11 million and US$0.13 million for 4Q FY2013 and FY2013 respectively is primarily interest generated from fixed deposit and investment in bonds.

In 4Q FY2013, the Company restructured its shareholdings in Fram, resulting in a gain on disposal of jointly controlled operation and jointly controlled entity of US$0.57 million.

Share of loss in an associate relates to the Group´s investment in Fram which was effected through a share swap on 26 April 2013. Due to the restructuring of the Group's assets in the USA, the investment was reclassified on 18 October 2013 from investment in associate to available-for-sale investment. The share of loss in Fram up till 18 October 2013 amounted to US$0.09 million and US$0.81 million for 4Q 2013 and FY2013 respectively. Fram's loss for FY2013 was primarily due to developing costs for its assets in the Colorado and North Dakota concessions.

Gain on dilution of interest in jointly controlled entity in FY2013 relates to the Group´s shareholding in HiRex, pursuant to an external investor's investment of US$10.00 million for a 15% equity interest in HiRex. Although the Group's interest has been diluted from 49% to 41% as at 31 December 2013, the Group recorded a gain of US$4.00 million.

The share of loss in jointly controlled entities of US$1.31 million in Q4 FY2013 relate to the Group´s investments in Lime, HiRex, Caribbean Rex, Rexonic and FY2013 share of loss of US$4.36 million includes LRDS.

Operative share of loss in HiRex amounted to US$0.19 million and US$0.58 million for 4Q 2013 and FY2013 respectively, while the share of loss in Rexonic and Caribbean Rex, which were both acquired in October 2013, amounted to US$0.65 million and US$0.31 million.

Lime accounted for a loss amounting to US$0.16 million and US$1.49 million in 4Q FY2013 and FY2013 respectively, compared to a loss amounting to US$0.38 million and US$0.65 million for 4Q FY2012 and FY2012 respectively.

The Group also experienced in FY2013 a loss of US$1.33 million in LRDS due to unexpected weather conditions which led to down time for drilling.

The losses in relation to HiRex, Caribbean Rex and Rexonic were mainly due to start-up in FY2013. The losses in relation to Lime was due to exploration activities in FY2013.

The Group recorded a loss of US$4.83 million for 4Q FY2013 as compared to a loss of US$0.38 million for 4Q FY2012, and a loss of US$8.51 million for FY2013 as compared to a loss of US$1.18 million for FY2012.

Consolidated Statement of Financial Position

Non-current assets increased to US$82.50 million as at 31 December 2013 from US$7.36 million as at 31 December 2012, mainly due to an increase of US$35.35 million in investment in jointly controlled entities and available-for-sale investment of US$39.72 million as at 31 December 2013. The Group did not have any available-for-sale investment as at 31 December 2012.

The increase in investment in jointly controlled entities relates to the Group´s investments in Lime, Caribbean Rex, Rexonic and HiRex. The breakdown by entity as at 31 December 2013 and 31 December 2012 is as follows:

	As at 31 December 2013	**As at 31 December 2012**
	US$' million	**US$' million**
Lime	8.31	5.25
LRDS	–	2.11
Caribbean Rex	11.35	–
Rexonic	19.64	–
HiRex	3.40	–
Total	**42.70**	**7.36**

Available-for-sale investment relates to shares in Fram, amounting to US$39.72 million as at 31 December 2013.

Current assets increased to US$94.86 million as at 31 December 2013 from zero as at 31 December 2012 mainly due to the following:

(i) An increase in cash and cash equivalents of US$82.27 million which arose from the IPO proceeds and Second Placement received by the Group;
(ii) An increase in other investments of US$7.52 million as a result of an investment in bonds;
(iv) An increase in other receivables of US$4.50 million which relates to consideration receivable for the sale of the Group's 49% indirect interest in LRDS as part of the restructuring of its assets in the USA. The Group has received its settlement on 7 February 2014; and
(v) An increase in trade and other receivables amounting to US$0.57 million and refers to sundry debtors, deposits and interest receivables.

The Group had a positive working capital of US$94.33 million as at 31 December 2013.

Consolidated Statement of Cash Flow

Net cash used in operating activities of US$3.38 million for 4Q FY2013 comprise principally costs for staff and office operating costs in Singapore. In addition to the aforementioned costs, net cash used in operating activities of US$7.97 million for FY2013 comprised mainly listing expenses arising from the IPO and Second Placement and consultancy fees for competent persons.

Net cash used in investing activities amounted to US$31.33 million and US$41.57 million in 4Q FY2013 and FY2013 respectively.

Cash used for investing activities in 4Q FY2013 million mainly related to the investments in jointly controlled entities of US$23.76 million, namely (i) Lime of US$4.55 million; (ii) Rexonic of US$10.00 million; (iii) Caribbean Rex of US$4.70 million and (iv) additional investment in Fram of US$4.51 million in cash. The Company had also invested US$7.52 million in bonds, which can be sold and liquidated on a short term basis.

The cash used for investment activities in FY2013 primarily related to the investment of jointly controlled entities of US$31.12 million, of which, $23.76 million utilized in Q4 FY2013. FY2013 cash investments of jointly controlled entities consisted of (i) Lime: US$4.55 million; (ii) Rexonic: US$10.00 million; (iii) Caribbean Rex: US$9.00 million; (iv) Fram: US$4.51 million; and (v) LRDS: US$3.05 million related to exploration and drilling activities in North Dakota and Colorado in the USA. There was also an investment of US$7.52 million in bonds and US$2.93 million which primarily related to exploration and evaluation assets.

Net cash received from financing activities amounted to US$41.00 million and US$131.80 million in 4Q FY2013 and FY2013 respectively. In FY2013, an aggregate of US$139.93 million was received through the IPO and the Second Placement, partially offset by placement expenses amounting to US$6.89 million and repayment of loan to a related corporation amounting to US$1.90 million.

As at 31 December 2013, the Group had cash and cash equivalents of US$82.27 million.

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

Not applicable. No forecast or prospect statement has 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.

Barclays Bank Plc's ("**Barclays**") view is that global exploration and production ("**E&P**") spending is poised to reach a new record of US$723 billion in 2014, up 6.1% from US$682 billion in 2013. According to Barclays, 2014 should mark an acceleration of growth in North America to over 7%, coupled with continued solid growth of more than 6% in international markets, particularly in the Middle East, Latin America, and Russia. (*Source: Barclay Equity Research, Global 2014 E&P Spending Outlook; North American Spending to Accelerate, 9 December 2013*)

The Group plans to drill four to six offshore wells and up to 10 onshore wells over 2014. Having grown its portfolio to 23 licences seven months after listing, the Group has outstripped its initial target to increase its number of licences from 10 to 20 within a 12-month period. The Group aims to set a new target to increase its portfolio to 30 licences by the end of 2014. Our joint venture company, Rexonic, will continue to build up its technical team and work towards securing contracts, starting with Central and South America.

11. Dividend

(a) Current Financial Period Reported On: Any dividend declared for the current financial period reported on?

None.

(b) Corresponding Period of the Immediately Preceding Financial Year: Any dividend declared for the corresponding period of the immediately preceding financial year?

None.

(c) Date payable:

Not applicable.

(d) Books closure date:

Not applicable.

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

No dividend has been declared or recommended for 4Q FY2013 and FY2013.

13. If the group has obtained a general mandate from shareholders for interested person transactions ("IPT"), 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.

Other than the interested person transactions as disclosed in the Offer Document under the section "Interested Person Transactions – Present and Ongoing Interested Person Transactions" which has been deemed approved by our shareholders (which excludes transactions under S$100,000), there were no other interested person transactions during the financial year under review.

The Group has not obtained a general mandate from shareholders for interested person transactions.

14. Use of IPO proceeds

The Company refers to the gross proceeds of S$85.25 million raised from the IPO on the Catalist Board of the SGX-ST on 31 July 2013.

As at 31 December 2013, the status on the use of IPO proceeds in Singapore dollars is as follows:

Use of IPO proceeds	Amount allocated (S$'000)	Amount deployed (S$'000)	Amount utilised (S$'000)	Balance (S$'000)
Investment in new oil and gas opportunities	15,690	–	11,160	4,530
Drilling in Middle East Concessions	12,383	–	–	12,383
Drilling in Norwegian Licences	23,637	–	–	23,637
Repayment of loan to Rex Partners	2,354	–	2,354	–
General working capital	25,886	(1,704)[(1)]	3,191[(2)]	20,991
Listing expenses to be borne by our Company	5,300	1,704[(1)]	7,004	–
Total	85,250	–	23,709	61,541

Note:

(1) S$1.70 million has been redeployed to listing expenses to be borne by the Company.
(2) S$3.19 million has been used for Singapore's office staff cost and operational expenses, consulting and professional fees.

As at 31 December 2013, the status on the use of net proceeds from the Second Placement, after deducting placement expenses of S$1.98 million, in Singapore dollars is as follows:

Use of net proceeds from Second Placement	Percentage Allocated	Amount allocated (S$'000)	Amount utilised (S$'000)	Balance (S$'000)
Exploration and drilling activities in new opportunities in the Asia-Pacific region	35.1%	17,856	–	17,856
Exploration and drilling activities in new opportunities in geographical regions including the Middle East, Norway and Western Europe	33.0%	16,787	5,569	11,218
Invest in and expand the business in the oil services sector using well stimulation technology	31.9%	16,228	12,400	3,828
Total	100%	50,871	17,969	32,902

15. Segmented revenue and results for operating 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.

FY2013

Business Segments	Oil & Gas US$'000	Non-Oil & Gas US$'000	Corporate US$'000	Total US$'000
Segment expenses	–	–	(7,778)	(7,778)
Interest revenue	–	–	130	130
Finance cost	–	–	(259)	(259)
Depreciation and amortisation	–	–	(10)	(10)
Share of loss in jointly controlled entities	(4,512)	(652)	–	(5,164)
Gain on disposal of jointly controlled entity and operation	574	–	–	574
Gain on dilution of interest in a jointly controlled entity	3,999	–	–	3,999
Reportable segment profit/(loss) before tax	61	(652)	(7,917)	(8,508)

As at 31 December 2013

Business Segments	Oil & Gas US$'000	Non-Oil & Gas US$'000	Corporate US$'000	Total US$'000
Reportable segment assets	62,776	19,641	94,941	177,358
Capital expenditure	–	–	81	81
Reportable segment liabilities	–	–	(529)	(529)

FY2012

Business Segments	Oil & Gas US$'000	Non-Oil & Gas US$'000	Corporate US$'000	Total US$'000
Reportable segment loss before tax	(653)	–	(529)	(1,182)

As at 31 December 2012

Business Segments	Oil & Gas US$'000	Non-Oil & Gas US$'000	Corporate US$'000	Total US$'000
Reportable segment assets	7,355	–	–	7,355
Reportable segment liabilities	2,227	–	–	2,227

The Group has decided to segment the Group's business into Oil & Gas, Non-Oil & Gas and Corporate instead of geographical segmentation.

16. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the operating segments.

Oil & Gas Segment

The segment shows a profit for FY2013 of US$0.06 million consisting of share of losses in jointly controlled entities of US$4.51 million offset by a gain in dilution of interest in HiRex of USD$4.0 million and a gain in disposal of interest in LRDS of USD$0.57 million.

The loss in FY2012 relates to Lime.

Non-Oil & Gas Segment

The loss of US$0.65 million for FY2013 relates to the start-up activities in Rexonic, a jointly controlled entity. The segment had no activity in FY2012.

Corporate Segment

The loss of US$7.92 million for FY2013 was mainly a result of the staff and operating expenses for the head quarter in Singapore, license fee, consultancy fees and listing expenses for the IPO on 31 July 2013.

For FY2012, the loss of US$0.53 million was mainly due to administrative fees and expenses.

17. A breakdown of sales as follows:

	Group		
	FY2013 (Unaudited) **US$'000**	**FY2012 (Audited)** **US$'000**	**Increase / (Decrease)** **%**
(a) Sales reported for first half year	–	–	–
(b) Operating loss after tax before deducting minority interests reported for first half year	(2,098)	(170)	1,134%
(c) Sales reported for second half year	–	–	–
(d) Operating loss after tax before deducting minority interests reported for second half year	(6,410)	(1,012)	533%

18. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year as follows:

Not applicable. No dividend was recommended or declared for Q4 FY2013 and FY2013.

19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(10) in the format below. If there are no such persons, the issuer must make an appropriate negative statement

Name	Age	Family relationship with any director, CEO and/or substantial shareholder	Current position and duties, and the year the position was first held	Details of changes in duties and position held, if any, during the year
Lina Berntsen	37	Daughter to Mr Hans Lidgren, a substantial shareholder of the Company	Chief Technology Officer of the Group, since 1 Aug 2013. To co-ordinate the use of Rex Technologies for our Group.	None

Additional Disclosure Required for Mineral, Oil and Gas companies

20a. Rule 705 (6)(a) of the Catalist Listing Manual

i. Use of funds/cash for the quarter:-

For 4Q FY2013, funds / cash were mainly used for the following activities:-

Purpose	Amount (US$ million)
Investment in new and existing exploration opportunities which includes Trinidad, Middle East, Norway and the Company's assets in the US concessions	13.60
General Working Capital	2.50
Investment in Rexonic	10.00
Placement fees for Second Placement	1.60
Total	**27.70**

The actual use of funds for 4Q FY2013, which amounted to US$27.70 million were lower than that projected in 3Q FY2013 of US$30.80 million.

Investment in new and existing exploration opportunities which includes Trinidad, Middle East, Norway and the Company's assets in the US concessions was in relation

to (i) completed investment in Caribbean Rex in Trinidad amounting to US$9.00 million, and (ii) investment in existing exploration opportunities in the Middle East of US$4.60 million. The lower investment in 4Q FY2013 was also due to restructuring of the shareholding arrangements with Fram in relation to US concessions.

During 4Q FY2013, the Group also deployed US$10.00 million to invest in Rexonic when the opportunity arose.

The Company also paid placement fees of US$1.6 million in 4Q FY2013.

ii. Projection on the use of funds/cash for the next immediate quarter, including principal assumptions:-

For the next immediate quarter (period from 1 January 2014 to 31 March 2014), the Group's use of funds/cash for exploration activities and other are expected to be as follows:-

Purpose	**Amount (US$ million)**
Investment in new and existing exploration opportunities which includes Trinidad, Middle East, and Norway.	19.40
General Working Capital	2.00
Total	**21.40**

20b. Rule 705 (6)(b) of the Catalist Listing Manual

The Board confirms that to the best of their knowledge, nothing has come to their attention which may render the above information provided to be false or misleading in any material aspect.

21a. Rule 705 (7)(a) of the Catalist Listing Manual

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 explanations 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;

During 4Q FY2013, no exploration and evaluation expenditures have been capitalised.

The Group's exploration work is on an ongoing process. The exploration activities fulfilled

from 1 October to 31 December 2013 mainly include Virtual Drilling and actual drilling in Middle East concessions.

For 4Q FY2013, the Group did not account for any production activities.

21b. Rule 705 (7)(b) of the Catalist Listing Manual

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.

The Group has no material updates on the reserves and resources as set out in the Qualified Person's Report (QPR) dated 31 March 2013.

BY ORDER OF THE BOARD

Dan Broström
Director and Executive Chairman

24 February 2014

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*Rex International Holding Limited (the "**Company**") was listed on Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") on 31 July 2013. The initial public offering of the Company (the "**IPO**") was sponsored by PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**").*

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the relevant rules of SGX-ST. The Sponsor has not independently verified the contents of this announcement and has not drawn on any specific technical expertise in its review of this announcement.

This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes 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.

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