

**FALCON ENERGY GROUP LIMITED**  
(Company Registration No.: 200403817G)  
(Incorporated in the Republic of Singapore)

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**PROFIT GUIDANCE FOR THE GROUP'S UNAUDITED FINANCIAL RESULTS FOR THE FOURTH QUARTER AND TWELVE MONTHS ENDED 30 JUNE 2017**

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The Board of Directors ("**Board**") of Falcon Energy Group Limited ("**Company**", and together with its subsidiaries, the "**Group**") wishes to announce that the Board considers it appropriate to issue a profit guidance for the unaudited consolidated financial statements for the fourth quarter ended 30 June 2017 ("**4Q 2017**") and twelve months ended 30 June 2017 ("**12M 2017**"), following a preliminary review of the draft unaudited management results to date.

As the market conditions of the global oil and gas industry remain uncertain and those of the offshore marine and subsea industry remain depressed, the Group has carried out an assessment on the impairments of its assets. While the value of the impairments are yet to be determined, the Board is of the view that the 4Q 2017 and 12M 2017 results will show a net loss as compared to earnings recorded in the corresponding period of the previous financial year.

Details of the Group's financial performance for 4Q 2017 and 12M 2017 will be disclosed when the Company announces its unaudited consolidated financial results for the relevant periods, which are scheduled to be released before 29 August 2017. In the meantime, shareholders and investors are advised to exercise caution when dealing in the shares of the Company.

BY ORDER OF THE BOARD

Tan Pong Tyea  
Chairman and Chief Executive Officer  
11 August 2017