

ENECO ENERGY LIMITED
(the "Company")
(Company registration number 200301668R)
(Incorporated in the Republic of Singapore)

LETTER OF DEMAND ISSUED TO PT MANDIRI PRATAMAKHATULISTIWA ("PT MPK")

The Board of Directors (the "**Board**") of the Company refers to the Company's Response to SGX Queries dated 10 October 2019 in relation to the actions taken to recover US\$2,880,000 ("**BG Amount**") from MPK, and wishes to update its shareholders as follows:-

1. As of the date of this Announcement, MPK has not procured the issuance of a Bank Guarantee in favour of Pertamina EP, notwithstanding that the Company, through its subsidiary, PT. Hexindo Gemilang Jaya ("**Hexindo**"), had paid the BG Amount to MPK.
2. Hexindo had, on 25 October 2019, issued a letter of demand to MPK demanding a full refund of the BG Amount from MPK, in view of the fact that MPK had failed, neglected and/or omitted to procure the issuance of the said Bank Guarantee.
3. MPK is required to make the full refund of the BG Amount, within seven (7) days from the date of the above-mentioned letter of demand, failing which Hexindo shall commence legal action against MPK to recover the same. The Company has engaged Indonesian lawyers, Messrs Hanafiah Ponggawa & Partners ("**Dentons HPRP**"), to act for Hexindo in this matter.

Oil and gas exploration is an expensive, high-risk operation. Shareholders are therefore advised to exercise caution when dealing in shares of the Company, and should consult their legal, financial, tax and other professional advisers if they have any doubt as to the action to take.

The Company will make further announcement(s) as and when there are material developments on this matter.

By Order of the Board
ENECO ENERGY LIMITED

Colin Peter Moran
Executive Director cum Chief Executive Officer
29 October 2019