

3CENERGY LIMITED

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

USAGE OF PROCEEDS FROM RIGHTS CUM WARRANTS ISSUE

The board of directors (the “**Board**”) of 3Cenergy Limited (the “**Company**”) refers to the Company’s offer information statement dated 3 May 2017 in relation to the Rights cum Warrants Issue (“**Offer Information Statement**”) and its announcement dated 22 May 2017 in relation to the commencement of monthly repayment of term loans (the “**Repayment Announcement**”). Unless otherwise defined in this announcement, all capitalised terms used in this announcement shall have the meanings ascribed to them in the Offer Information Statement and the Repayment Announcement.

The Board had announced in the Repayment Announcement that as an interim arrangement, the First Monthly Repayment would be 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 the unutilised portion of the Compliance Placement Proceeds because the Rights Shares Proceeds were not disbursed to the Company in time for the repayment date of 22 May 2017.

The Board had also announced that upon receipt of the Rights Shares Proceeds, the Company would (i) 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; and (ii) 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.

In light of the foregoing, the Board wishes to provide an update on the usage of the Rights Shares Proceeds of approximately S\$25.69 million from the Rights cum Warrants Issue completed on 31 May 2017 as follows:

Intended use of proceeds	Amount allocated S\$’000	Amount utilised as at the date of this announcement S\$’000	Balance S\$’000
Expenses incurred in relation to Rights Issue ¹	302	(118)	184
To carry out the first phase of the Land Development	14,000	(2,722)	11,278
Partial repayment of the Term Loans	7,500	(1,200) ²	6,300
Repayment of shareholder’s loan	3,885	(3,885)	-
Total	25,687	(7,925)	17,762

Notes:

- (1) Expenses incurred in relation to the Rights Issue relate to Professional Fees and Listing Fees.
- (2) The amount of S\$1,200,000 utilised comprises (i) the sum of S\$400,000, which has been repaid to Phileo Capital Limited; and (ii) the sum of S\$800,000, which has been restored to the Compliance Placement Proceeds.

The use of proceeds from the Rights cum Warrants Issue as disclosed above is in accordance with the intended uses as disclosed in the Offer Information Statement.

The Board will continue to provide periodic announcements on the utilisation of the balance of the 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 June 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.