

RAMBA ENERGY LIMITED
(Company Registration No. 200301668R)
(Incorporated in the Republic of Singapore)

REPLY TO SGX QUERIES REGARDING FIRST QUARTER FY2018 FINANCIAL RESULTS ANNOUNCEMENT

The Board of Directors of Ramba Energy Limited (the “**Company**”) would like to respond to the following queries raised by the Singapore Exchange Securities Trading Limited (“**SGX-ST**”) dated 17 May 2018 (“**SGX Query**”) as follows:-

SGX Query 1:

With reference to page 1 (paragraph 1a) of the financial results, it is noted that depreciation and amortization expenses increased by approximately S\$0.4million or 72.6%. Please provide an explanation for the increase.

Company's response to SGX Query 1:

The increase in depreciation and amortization (quarter-on-quarter) were mainly due to:

- (a) additional depreciation for new vehicles of S\$51,000;
- (b) additional depletion on oil wells of S\$272,000; and
- (c) additional amortisation of concession rights of S\$59,000.

SGX Query 2:

With reference to page 1 (paragraph 1a) of the financial results, it is noted that finance costs increased by S\$0.3million or 179.6% despite a decrease in the amount of loans and borrowings. Please provide an explanation for the increase.

Company's response to SGX Query 2:

The group drew-down US\$3.87million additional loan in June 2017, hence the increase in finance costs quarter-on-quarter 2018 versus 2017. The 31 December 2017 comparative in 1b(i) already included the additional loan.

SGX Query 3:

With reference to page 12 (paragraph 8) of the financial results, it was mentioned that the decrease in non-current assets by S\$0.7million was mainly due to revaluation as a result of weakening USD.

Please clarify if the weakening USD resulted in (i) a decrease in property, plant and equipment and (ii) a decrease in investment in exploration and evaluation assets. If not, please provide an explanation for the decrease.

Company's response to SGX Query 3:

The evaluation and exploration assets are denominated in USD; the decrease were mainly due to exchange - US\$:S\$ rate fell from 1.3366 at end December 2017 to 1.3117 at end March 2018. (source from MAS : Financial database – Exchange Rates).

SGX Query 4:

With reference to page 3 (paragraph 1b (i)) of the financial results, it is noted that other receivables (current and non-current) increased by approximately S\$1.0 million. Please provide an explanation for the increase.

Company's response to SGX Query 4:

The increase in other receivables (current & non-current) were mainly due to increase in VAT recoverable S\$0.4million and receivables from joint venture partner S\$0.6million.

SGX Query 5:

With reference to page 3 (paragraph 1b (i)) of the financial results, it is noted that other payables (current and non-current) increased by approximately S\$1.5 million. Please provide an explanation for the decrease.

Company's response to SGX Query 5:

The increase in other payables (current & non-current) were mainly due to additional cash calls and advances from joint venture partner.

SGX Query 6:

With reference to page 3 (paragraph 1b (i)) of the financial results, it is noted that trade payables decreased by approximately S\$1.7 million. Please provide an explanation for the decrease.

Company's response to SGX Query 6:

The decrease in trade payables were mainly due to reduction in transaction volume from the Indonesia logistics business in Q1 2018; their trade payables balances went down from S\$2.7million in end December 2017 to S\$1.4million in end-March 2018. The total revenue in 1(a) was higher quarter-on-quarter due to higher oil revenue.

By order of the Board of
RAMBA ENERGY LIMITED

TAN CHONG HUAT
Non-Executive Chairman
18 May 2018