

NEW SILKROUTES GROUP LIMITED

(Registration No. 199400571K)

(Incorporated in Singapore)

UTILISATION OF PROCEEDS FROM THE RIGHTS CUM WARRANTS ISSUE

The board of directors (the “**Board**” or the “**Directors**”) of New Silkroutes Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the following:

- (a) the Company’s offer information statement dated 8 March 2016 (the “**2016 OIS**”) in relation to the Company’s rights cum warrants issue exercise completed on 31 March 2016 (the “**2016 Rights cum Warrants Issue**”); and
- (b) the announcement dated 25 April 2016 in relation to the utilisation of approximately 50% of the net proceeds from the 2016 Rights cum Warrants Issue, and the announcement dated 18 August 2016 in relation to the change in the use of the net proceeds from the 2016 Rights cum Warrants Issue (collectively, the “**Announcements**”).

Further to the Announcements, the Company wishes to update its shareholders that as at 23 August 2016, 100% of the net proceeds from the 2016 Rights cum Warrants Issue (the “**Net Proceeds**”) have been utilised in the following manner:

	SGD (million)
Proceeds of Rights cum Warrants Issue	5.034
Less Rights cum Warrants Issue Costs	<u>(0.314)</u>
Net Proceeds	4.720
Net Proceeds utilised for Working Capital in the following manner:	
Payment for a subsidiary’s oil inventory purchases (by cash and/or payment to a bank for issuance of letters of credit):	<u>4.720</u>
Utilised for working capital	4.720

The above utilisation of the Net Proceeds is consistent with the latest intended use of proceeds as disclosed in the announcement dated 18 August 2016.

BY ORDER OF THE BOARD

Lim Koon Hock
Joint Company Secretary

23 August 2016