

**ACQUISITION OF SHARES IN MARITIM INDAH SDN BHD**

---

The Board of Directors of FALCON ENERGY GROUP LIMITED (the "**Company**") together with its subsidiaries, collectively referred to as the "**Group**") wishes to announce that the Company's indirect wholly-owned subsidiary registered in the Republic of Panama, SEARS MARINE S.A ("**Sears Marine**"), had completed the acquisition of 50% equity interest (representing 62,500 ordinary shares of par value of B\$1 each) in the capital of MARITIM INDAH SDN BHD ("**Maritim Indah**"), a company registered in Brunei Darussalam, at a total consideration of B\$62,500 (the "**Acquisition**"). The consideration was arrived at on a willing-buyer and willing-seller basis, having regard to the issued and paid-up share capital of B\$125,000 in Maritim Indah, and was paid in cash.

The principal activities of Maritim Indah are those of (1) the business of offshore oil & gas products and services provider; and (2) the acquisition, owning, chartering, operation and management of vessel. Following the Acquisition, Maritim Indah has become a joint venture company of the Group.

The share capital structure of Maritim Indah upon completion of the Acquisition is as follows:-

	<b>Shareholders</b>	<b>Shareholdings (%)</b>	<b>No. of Shares</b>
1	Sears Marine	50	62,500
2	Haji Yahya Bin Mohd Yusof	25	31,250
3	Mohammad Yazin Bin Haji Yahya	25	31,250
	Total	100	125,000

As the relative figures computed on the bases set out in Rule 1006 of the Listing Manual of the Singapore Exchange Securities Trading Limited amount to 5% or less, the Acquisition does not constitute a discloseable transaction under the provisions of Chapter 10 of the Listing Manual.

The Acquisition was funded by internal resources and is not expected to have any material effect on the net tangible assets per share and earnings per share of the Group for the financial year ending 31 March 2015.

Save for the shareholding interests in the Company, none of the directors or substantial shareholders of the Company has any interest, direct or indirect, in the above transaction.

By Order of the Board

Peh Lei Eng  
Company Secretary

29 September 2014