

FALCON ENERGY GROUP LIMITED
(Company Registration No.: 200403817G)
(Incorporated in the Republic of Singapore)

APPLICATION TO SINGAPORE EXCHANGE SECURITIES TRADING LIMITED FOR AN EXTENSION OF TIME TO COMPLY WITH RULES 705(1) AND 707(1) OF THE LISTING MANUAL (THE “EXTENSION”)

- (A) 6-MONTH EXTENSION FOR ANNOUNCEMENT OF FULL YEAR FINANCIAL RESULTS (THE “FY2019 RESULTS”) FOR THE FINANCIAL YEAR ENDED 30 JUNE 2019 BY 29 FEBRUARY 2020; AND**
- (B) 6-MONTH EXTENSION TO HOLD ITS ANNUAL GENERAL MEETING (THE “AGM”) FOR THE FINANCIAL YEAR ENDED 30 JUNE 2019 BY 30 APRIL 2020**
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The Board of Directors (“**Board**”) of Falcon Energy Group Limited (“**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the SGX-ST has, on 22 August 2019, informed the Company that the SGX-ST has granted the Company an extension of time to comply with Rules 705(1) and 707(1) of the Listing Manual of the SGX-ST, to release the Group’s full year financial statements by 29 February 2020; and to hold the Company’s AGM by 30 April 2020, subject to the following conditions:

- (a) the Company announcing the periods of extension granted, the reasons for seeking the extensions of time and the conditions as required under Listing Rule 107;
- (b) in relation to the extension of time to announce FY2019 results, submission of a written confirmation from the Company that it is not aware of any information that will have a material bearing on investors’ decision which has yet to be announced by the Company;
- (c) the Company convening its AGM by 30 April 2020;
- (d) the Company is required to make an immediate disclosure via SGXNet if it is / will be in contravention of any laws and regulations governing the Company and the constitution of the Company (or the equivalent in the Company’s country of incorporation) arising from the extension; and
- (e) the Company is also required to announce whether and when it had applied to the Accounting & Corporate Regulatory Authority (the “**ACRA**”) (or the relevant regulatory authority in the Company’s country of incorporation, where applicable) for the extension and the outcome of its application.

REASONS FOR SEEKING THE EXTENSION

The reasons for seeking the Extension are as follows:

- (i) The Company has also made an application to the High Court of the Republic of Singapore to seek a moratorium against enforcement actions and legal proceedings by creditors pursuant to Section 211B of the Companies Act (Cap. 50) as per Announcements made on 25 and 26 July 2019.
- (ii) For a period of 30 days from 25 July 2019 (or until the date on which the said application is decided by the Court, whichever is the earlier), an automatic moratorium arises in respect of the Company pursuant to Section 211B(8) of the Companies Act.
- (iii) The Company is currently in financial difficulty and is working with its financial advisors to draw up a viable restructuring plan to resolve its current secured and unsecured liabilities as stated in the application paper in HC/OS 957/2019 where a hearing is fixed on 22 August 2019 at 2.30pm as per Announcement made on 30 July 2019.

- (iv) The Company will continue to prepare the updated financial results and work closely with the Financial Advisors on the restructuring. However, it is unlikely to be feasible for the updated financial results to be finalised and released within the immediate timeframe.
- (v) At the High Court of Republic of Singapore (the “Court”) hearing on 22 August 2019, the Applications for moratorium pursuant to Section 211B(1) of the Companies Act (Cap. 50) (the “Act”) were heard and the orders were made until 25 October 2019 as per Announcement made on 23 August 2019. The Company will, amongst others, have to engage its creditors, finalise a viable restructuring plan and work with legal counsel to prepare scheme papers to be presented to the Court, file an application to Court for leave to convene a creditors’ meeting to consider and approve the proposed scheme. As for the timeline, it will be very much depending on the terms to be commercially agreed between all parties which the Company is unable to specifically determine at this point in time. Apart from the above, Auditors will also require to deploy manpower to perform audit works on the financial results ended 30 June 2019.

SATISFACTION OF OTHER CONDITIONS

With respect to conditions (b) and (d), the Company had already submitted the requisite confirmations to SGX-ST on 23 August 2019. As for conditions (e), the Company had applied the extension to ACRA this afternoon and will announce the outcome of its application in due course.

Shareholders and investors are advised to exercise caution when dealing in the shares of the Company. Shareholders and investors should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Tan Pong Tyea
Chairman and Chief Executive Officer
23 August 2019