



SINGAPORE O&G LTD.
(Company Registration No. 201100687M)

PROPOSED SHARE SPLIT OF EVERY ONE (1) EXISTING ORDINARY SHARE IN THE CAPITAL OF SINGAPORE O&G LTD. INTO TWO (2) ORDINARY SHARES

1. INTRODUCTION

The Board of Directors (the “**Directors**” or the “**Board**”) of Singapore O&G Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”), wishes to announce that the Company is proposing a share split of every one (1) existing ordinary share in the capital of the Company (“**Share**”) held by shareholders of the Company (the “**Shareholders**”) into two (2) Shares, on a books closure date (the “**Books Closure Date**”) to be determined by the Board (the “**Proposed Share Split**”). Upon the completion of the Proposed Share Split, the Company shall have an issued and paid-up share capital of S\$29,645,500 comprising 476,803,002 Shares.

2. TERMS OF THE PROPOSED SHARE SPLIT

The Company is proposing to split every one (1) existing Share into two (2) Shares.

As at the date of this announcement, the Company has an issued and paid-up share capital of S\$29,645,500 comprising 238,401,501 Shares. Following the completion of the Proposed Share Split, an additional 238,401,501 Shares (“**Additional Shares**”) will be allotted and issued, and the Company will have an issued and paid-up share capital of S\$29,645,500 comprising 476,803,002 Shares.

Shareholders are not required to make any payment to the Company in respect of the Proposed Share Split. All Shares after the Proposed Share Split shall rank *pari passu* with one another, except that the Additional Shares will not be entitled to any dividends, rights, allotments or other distributions, the record date of which falls before the date of issue of the Additional Shares. For this purpose, “**record date**” means, in relation to any dividends, rights, allotments or other distributions, the date as at the close of business (or such other time as may have been notified by the Company) on which Shareholders must be registered with the Company or The Central Depository (Pte) Limited in order to participate in such dividends, rights, allotments or other distributions.

The Additional Shares will be issued to the Shareholders whose names appear in the register of members of the Company or who have Shares entered against their names in the Depository Register (as defined in Section 81SF of the Securities and Futures Act, Chapter 289 of Singapore) on the Books Closure Date to be determined by the Board, on the basis of the number of Shares registered in their names or standing to the credit of their securities accounts on the Books Closure Date. The Company will make a further announcement regarding the Books Closure Date after obtaining all the necessary approvals for the Proposed Share Split.

3. RATIONALE FOR THE PROPOSED SHARE SPLIT

The Directors believe that the Proposed Share Split will be beneficial to the Company and its Shareholders for the following reasons:

- (a) **Reduced price of each Share and increased market liquidity of the Shares**
Following the Proposed Share Split, the price of each Share will be reduced, which in turn, will make the Shares more affordable, thus, encouraging greater participation by investors as well as providing greater trading flexibility. Furthermore, the reduced price of each board lot of Shares will make the Shares more accessible and attractive to both existing and potential investors, thus, enhancing the trading liquidity of the Shares over time.
- (b) **Broaden the base of Shareholders**
Pursuant to the above, the number of Shareholders after the Proposed Share Split may increase as investment in the Shares becomes more accessible to investors with varying investment profiles.

For illustration purposes only and assuming that the Proposed Share Split had been completed on 24 March 2017, the theoretical price for the Shares traded after the Proposed Share Split would be S\$0.6375 (based on the volume weighted average price of each Share for trades done on the Catalist board (the “**Catalist**”) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) on 24 March 2017 of S\$1.275.

Shareholders should, however, note that there can be no assurance that the abovementioned can be achieved as a result of the Proposed Share Split, nor can there any assurance that such a result can be sustained in the longer term. Shareholders should also note that there can be no assurance that the market price of the Shares after the completion of the Proposed Share Split would be equal to or higher than the theoretical price following the Proposed Share Split.

4. APPROVALS FOR THE PROPOSED SHARE SPLIT

The Proposed Share Split is subject to the receipt of a listing and quotation notice (the “**LQN**”) from the SGX-ST for the dealing in, the listing of and the quotation for the Additional Shares arising from the Proposed Share Split.

The Proposed Share Split is also subject to approval from Shareholders by way of an ordinary resolution at a general meeting of the Company to be convened.

A circular to Shareholders will be despatched in due course to provide Shareholders with information relating to the Proposed Share Split and to seek Shareholders’ approval for the Proposed Share Split. The Company’s sponsor, Hong Leong Finance Limited, will be submitting an application in due course on behalf of the Company to the SGX-ST for the dealing in, the listing and quotation of the Additional Shares on the Catalist. The Company will make the necessary announcement once the LQN has been obtained.

5. INTERESTS OF DIRECTORS AND SUBSTANTIAL SHAREHOLDERS

None of the Directors or substantial shareholders of the Company or their respective associates has any interest, direct or indirect, in the Proposed Share Split, other than through their respective shareholdings in the Company.

6. RESPONSIBILITY STATEMENT

The Directors collectively and individually accept full responsibility for the accuracy of the information given in this announcement and confirm, after making all reasonable enquiries, that to the best of their knowledge and belief, this announcement constitutes full and true disclosure of all material facts about the Proposed Share Split, the Company and its subsidiaries, and the Directors are not aware of any facts the omission of which would make any statement in this announcement misleading. Where information in this announcement has been extracted from published or otherwise publicly available sources or obtained from a named source, the sole responsibility of the Directors has been to ensure that such information has been accurately and correctly extracted from those sources and/or reproduced in this announcement in its proper form and context.

7. CAUTIONARY STATEMENT

Shareholders and potential investors of the Company are advised to read this announcement and any further announcements by the Company carefully. Shareholders of the Company are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

DR. NG KOON KENG
CHIEF EXECUTIVE OFFICER
27 March 2017

This Announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Hong Leong Finance Limited (the "Sponsor"), for compliance with the relevant rules of 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 assumes 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. Tang Yeng Yuen, Vice-President, Head of Corporate Finance, at 16 Raffles Quay, #40-01A Hong Leong Building, Singapore 048581 Telephone number: (65) 6415 9886.