



Updates on (A) Loan Agreement with Kepinvest Singapore Pte. Ltd. and (B) Disposal of Andaman II PSC

Singapore, 23 September 2020 – The Board of Directors ("**Board**") of KrisEnergy Ltd. ("**Company**", and together with its subsidiaries, the "**Group**"), an independent upstream oil and gas company, wishes to provide updates on the following:

(A) Loan Agreement with Kepinvest Singapore Pte. Ltd.

The Board refers to its announcements dated 30 April 2020 ("**30 April Announcement**") and 8 July 2020 ("**8 July Announcement**") (collectively, the "**Loan Announcements**") in relation to the entry by KrisEnergy (Apsara) Company Ltd and KrisEnergy (Cambodia) Ltd (the "**Borrowers**"), both wholly-owned indirect subsidiaries of the Group, into a credit facility agreement with Kepinvest Singapore Pte. Ltd. as lender (the "**Lender**") (the "**Loan Agreement**"). Unless otherwise defined, all capitalised terms used in this section shall bear the same meanings in the Loan Announcements.

Prior to the completion of Restructuring of the financial indebtedness of KrisEnergy Ltd and KrisEnergy (Asia) Ltd, any funding advanced in relation to Facility B is at the sole discretion of the Lender. The Lender has agreed to an initial utilisation of Facility B and as at the date of this announcement, Facility A has been fully drawn down and approximately US\$10.8 million has been drawn down on Facility B.

The Lender has agreed to a drawdown on Facility B to support the ongoing development of Cambodia Block A ("**CBA**"). The Cambodian government has indicated that there will be serious consequences (financial or otherwise) in relation to CBA in the event the first oil deadline is not met. Such consequences could include the termination of the concession rights for CBA if first oil production for CBA is not achieved by 31 December 2020. The Lender is providing funding from Facility B to maintain the current development schedule for first oil and avoid any adverse consequences associated with not achieving first oil production by 31 December 2020.



CBA is a key asset operated by the Group and is expected to materially increase the Group's revenue and cash flow once oil production commences. The Company expects CBA to be the highest revenue generating asset in the Group after it is developed and is a key asset for the restructuring of the Group. The funding and development of the CBA is therefore key to retaining the CBA asset and potentially generating value for all stakeholders of KrisEnergy.

As stated in the 8 July Announcement, the Lender and the Borrowers had entered into an agreement for an extension of the completion date of the Restructuring from 15 July 2020 to 30 September 2020. It is a mandatory prepayment event under the Loan Agreement if the Restructuring is not completed by such the completion date. Further to the 8 July Announcement, the Lender and the Borrowers have, on 23 September 2020, entered into an additional agreement for a further extension of the completion date of the Restructuring from 30 September 2020 to 30 November 2020 (or such other date as may be agreed).

(B) Disposal of Andaman II PSC

The Board refers to its announcements dated 29 October 2019, 19 November 2019 and 8 April 2020 (collectively, the "Andaman Announcements") in relation to the entry into a sale and purchase agreement with BP Exploration Operating Company Limited ("Buyer") for the disposal of its 30.0% non-operated working interest in the Andaman II production sharing contract in the Malacca Strait, Indonesia (the "Disposal"). Unless otherwise defined, all capitalised terms used in this section shall bear the same meanings in the Andaman Announcements.

The Company wishes to update that further to the completion of the Disposal on 8 April 2020, the retention sum as mentioned in the Andaman Announcement dated 8 April 2020 has been released from the Buyer to the Company. Such monies will be applied towards the repayment of the Revolving Credit Facility provided by DBS.

BY ORDER OF THE BOARD

Kelvin Tang
Chief Executive Officer and Executive Director

For Immediate Release



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About KrisEnergy:

KrisEnergy Ltd. is an independent upstream company focused on the exploration for and the development and production of oil and gas in Southeast Asia. The Company holds working interests in two producing oil and/or gas fields, one in the Gulf of Thailand and one onshore Bangladesh. It also participates in nine blocks in various stages of the E&P lifecycle in Bangladesh, Cambodia, Indonesia, Thailand and Vietnam. KrisEnergy operates eight of the contract areas.

All notices pertaining to the ongoing restructuring process are available on the Restructuring Information Centre <https://www.krisenergy.com/Investors/restructuring-information-centre/>