

LOYZ ENERGY LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration No. 199905693M)

RESPONSE TO THE SPONSOR'S QUERIES REGARDING UNUSUAL TRADING ACTIVITIES

The board of directors (the "**Board**" or the "**Directors**") of Loyz Energy Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the queries from the Company's sponsor (the "**Sponsor**"), ZICO Capital Pte. Ltd., in relation to the unusual trading activities in the shares of the Company today.

The Board wishes to respond that the Company reviews strategic options on an ongoing basis and, in connection with this, holds discussions with a range of parties regarding possible transactions in relation to, among others, its debt profile. As at the date of this announcement, no definitive agreements in relation to any transactions have been entered into by the Group, and there can be no assurance or certainty that any discussions will be successfully concluded and any definitive agreements be entered into.

In addition, the Board wishes to highlight that with reference to the Group's unaudited second quarter and half year ended 31 December 2016 results announcement dated 1 February 2017, the Group has commenced on a new drilling campaign for its 20%-owned concessions in Thailand in late January 2017. The Board expects an update on the results of this new drilling campaign to be provided to shareholders of the Company on or around May 2017.

Further announcements on the above will be made by the Company and the Board via SGXNET as and when there are any material developments in compliance with the Listing Manual Section B: Rules of Catalist of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**").

CAUTIONARY STATEMENT

Shareholders of the Company and potential investors should exercise caution when trading in the shares of the Company in relation to this announcement as there is no certainty that any definitive agreements in relation to any transactions will be entered into by the Group. When in doubt as to the action they should take, shareholders of the Company and potential investors should consult their financial, tax or other advisers.

By Order of the Board

Jeffrey Pang
Chief Executive Officer and Executive Director
17 February 2017

This announcement has been prepared by the Company and its contents have been reviewed by the Sponsor for compliance with the SGX-ST Listing Manual Section B: Rules of Catalist. 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 Ms Alice Ng, Director of Continuing Sponsorship, ZICO Capital Pte. Ltd. at 8 Robinson Road #09-00 ASO Building, Singapore 048544, telephone (65) 6636 4201.