

ALPHA ENERGY HOLDINGS LIMITED
(Incorporated in the Republic of Singapore)
(Company Registration No: 200310813H)

UPDATES ON THE MUSTANG PROJECT AND ON BUSINESS PLANS

Unless otherwise defined, all capitalised terms shall bear the same meanings as the circular released by Alpha Energy Holdings Limited on 18 February 2019 (the “Circular”), the Company’s announcements dated 18 November 2019, 19 February 2020, 25 February 2020, 3 March 2020, 12 May 2020 and full-year result announcement dated 30 April 2020 (collectively the “Previous Announcements”).

1 INTRODUCTION

The board of directors (the “**Board**”) of Alpha Energy Holdings Limited (the “**Company**” together with its subsidiaries, the “**Group**”) refers to its Previous Announcements, and would like to provide the following updates in relation to the Mustang Project, Business Diversification (as defined below) and also as required under Rule 704(22) of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) Listing Manual Section B: Rules of Catalist (“**Catalist Rules**”).

2 UPDATES ON THE MUSTANG PROJECT

- 2.1 The Group had, on 22 May 2020, received notices of default and sale (the “**Notices**”) from the Trustee Services of Alaska (“**Trustee**”), at the direction of AIDEA, notifying the Group that AIDEA has elected to sell the Mustang Assets (as defined below) to satisfy the Group’s indebtedness under the AIDEA Loan Agreement to the highest bidder at a public auction. The Notices were first brought to the attention of the Board on the morning of 26 May 2020. The public auction will be held outside the main entrance of the Alaska Court System Building at 1250 Agvik Street Barrow, Alaska 99723 on 31 July 2020.
- 2.2 The assets subject to the Notices consists of the Gravel Pad, the Mustang Road, as well as all leases held by the Group through its subsidiaries, including Caracol, TPNSD, BRPC, MOC 1 and MRLLC in relation to the Mustang Project (the “**Mustang Assets**”).

3 UPDATES ON BUSINESS PLANS

- 3.1 As mentioned in the announcement by the Company dated 12 May 2020, due to the lack of viability of its existing business, the Group has been looking into the possibilities of diversifying its business (“**Business Diversification**”) to generate additional revenue streams and has identified an opportunity in the business of education services (“**New Business**”).
- 3.2 The Group is currently in negotiations with a potential investor and had, on 3 April 2020, signed a non-binding term sheet with the potential investor for a potential fund-raising exercise to be conducted by the Company. The Company is also in negotiations with the vendors of a potential target in the New Business for a potential acquisition by the Company.
- 3.3 Further, in connection with the Group’s efforts to diversify its business, the Company has, on 14 May 2020, appointed Mr. Daiji Yamada as an Executive Director of the Company, who is involved in the corporate exercises to be undertaken by the Company, including the potential fund raising and the Business Diversification of the Group.

4 MONTHLY UPDATE PURSUANT TO RULE 704(22) OF THE CATALIST RULES

Following the update above and in accordance with Rule 704(22) of the Catalist Rules, the Company will continue to update its shareholders via SGXNet regarding the financial situation of the Company and its subsidiaries. The Company will make further announcements as and when there are material developments.

5 CAUTIONARY STATEMENT

Shareholders and potential investors are advised to exercise caution when dealing or trading in the Shares. As at the date of this announcement, there is no certainty or assurance that the fund-raising activities or negotiations with the potential investor and/or the vendors of the potential target in the New Business would be successful. The Company will make the necessary announcements when there are further developments. Shareholders and potential investors are advised to read this announcement and any further announcements by the Company carefully. Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants, tax advisers or other professional advisers if they have any doubt about the actions they should take.

**BY ORDER OF THE BOARD
ALPHA ENERGY HOLDINGS LIMITED**

Tan Wee Sin
Company Secretary
29 May 2020

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "Sponsor") in accordance with Rules 226(2)(b) and 753(2) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist. The Sponsor has also not drawn on any specific technical expertise in its review of this announcement.

This announcement has not been examined or approved by the SGX-ST. 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 Gillian Goh, Director, Head of Continuing Sponsorship (Mailing Address: 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318 and E-mail: sponsorship@ppcf.com.sg).