

FALCON ENERGY GROUP LIMITED
(Company Registration Number 200403817G)
(Incorporated in the Republic of Singapore)

USE OF PROCEEDS FROM PLACEMENT OF 70,000,000 ORDINARY SHARES

*Unless otherwise defined, all capitalised terms used in the announcement shall bear the same meaning as in the Company's announcement dated 9 and 16 May 2018 (“**Previous Announcements**”).*

The Board of Directors (the “**Board**”) of Falcon Energy Group Limited (the “**Company**”) refers to the Previous Announcements relating to the placement of 70,000,000 ordinary shares at S\$0.028 for each share (the “**Placement**”).

The Company wishes to inform that the gross proceeds from the Placement of S\$1,960,000 have been fully utilised in accordance with the intended use as disclosed in the Previous Announcements. The breakdown of the use of gross proceeds is set out below:

Use of gross proceeds	Percentage
Incidental costs incurred for the Subscription	2.38%
Coupon payment(s) relating to the Company's existing multicurrency term note programme	45.01%
General working capital	52.61%
Total	100.00%

By order of the Board

Tan Pong Tyea
Chairman and Chief Executive Officer
19 September 2018