

REX INTERNATIONAL HOLDING LIMITED

(Company Number: 201301242M)

(Incorporated in the Republic of Singapore)

USE OF FUNDS/CASH BY MINERAL, OIL AND GAS COMPANIES

The Board of Directors (the “**Board**”) of Rex International Holding Limited (the “**Company**” or “**Rex**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Group’s use of funds/cash by mineral, oil and gas companies for the first quarter ended 31 March 2021 (“**1Q FY2021**”), pursuant to Rules 705(6) and 705(7) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst, are as follows:

Rule 705(6)(a) — Use of funds/cash for the quarter and a projection on the use of funds/cash for the next immediate quarter

<u>Actual use of funds/ cash</u>	Three Months Ended 31-Mar-21 US\$’000
Exploration and drilling activities in Oman	21,775
Exploration and drilling activities in Norway*	887
General working capital	1,142
Total	23,804

* Net of tax refund receivables from the Norwegian tax authorities in relation to the exploration costs incurred in Norway. Lime Petroleum AS (“**LPA**”) is a pre-qualified oil company in Norway which is eligible to receive a cash tax refund of 78% of exploration costs annually.

In 1Q FY2021, US\$21.78 million was used for production and exploration related activities in Oman and US\$0.89 million was used for exploration related activities in Norway. US\$1.14 million was used for the Singapore and Rex technologies offices’ staff costs, operational expenses, and consultancy and professional fees.

The actual amount of funds used for exploration activities in Oman was US\$3.36 million lower than the projected amount in the previous quarter ended 31 December 2020 (“**4Q FY2020**”). The lower projected amount was mainly due to the three exploration wells that were drilled more cost-effectively than projected.

The actual amount of funds used for exploration activities in Norway was US\$0.08 million higher than the projected amount in 4Q FY2020 due to slightly higher operational costs incurred during the exploration.

The actual amount of funds used for general working capital was US\$0.33 million lower than the projected amount in 4Q FY2020, due to lower operational expenses incurred in 1Q FY2021.

The total actual use of funds for 1Q FY2021 amounted to US\$15.98 million, which was US\$11.43 million lower than the projected amount in 4Q FY2020 mainly due to the cost-effective drilling of exploration wells in Oman.

<u>Projection on the use of funds/ cash</u>	Three Months Ending 30-Jun-21 US\$'000
Exploration and drilling activities in Oman	11,927
Exploration and drilling activities in Norway*	1,848
General working capital	1,410
Total	15,185

* Net of tax refund receivables from the Norwegian tax authorities in relation to the exploration costs incurred in Norway.

Rule 705(7) — Details of exploration (including geophysical surveys), development and/or production activities undertaken by the issuer and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

In 1Q FY2021, the Group incurred US\$1.80 million and US\$21.78 million for exploration and drilling activities in Norway and Oman respectively.

Production from the Yumna Field in Oman is ongoing, and the Group's exploration work in Norway is a continuous process.

Rule 705(6)(b) — Provide a confirmation by its directors that, to the best of their knowledge, nothing has come to their attention which may render such information provided false or misleading in any material aspect. In order to make this confirmation, the directors would not be expected to commission an external audit or review of the statements. The confirmation may be signed by 2 directors on behalf of the board of directors.

The Board confirms that to the best of their knowledge, nothing has come to their attention which may render the above information provided to be false or misleading in any material aspect.

BY ORDER OF THE BOARD OF
Rex International Holding Limited

Dan Broström
Executive Director and Chairman

12 May 2021

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "**Sponsor**"), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

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 Pong Chen Yih, Chief Operating Officer, 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.