

REX INTERNATIONAL HOLDING LIMITED
 (the “Company”)
 (Company Number: 201301242M)
 (Incorporated in the Republic of Singapore)

CHANGE IN AND UPDATE ON THE USE OF PROCEEDS FROM THE 2013 PLACEMENT

Rex International Holding Limited (the “**Company**”) had on 6 November 2013, completed a placement of 70 million new ordinary shares at an issue price of S\$0.755 per share (the “**2013 Placement**”), raising net proceeds of S\$50.87 million (after deducting placement expenses of S\$1.98 million).

The Board of Directors of the Company (“**Board**”) wishes to provide an update on the use of net proceeds which were raised from the 2013 Placement. The Company has redeployed S\$5.96 million of the net proceeds initially allocated to exploration and drilling activities in new opportunities in the Asia-Pacific region to fund share buybacks which the Company may undertake going forward pursuant to the share buyback mandate (the “**Redeployment**”) which was approved by shareholders of the Company on 16 October 2015.

The Company has no immediate and definite plans to use a significant portion of the allocated net proceeds for exploration and drilling activities in new opportunities in the Asia-Pacific region at this juncture. The Board is of the view that the Redeployment is in the best interests of the Company and its shareholders as it would provide the Company with adequate funds to carry out share buybacks in accordance with the rationale for the Share Buyback Mandate, set out under item 2.2 in the Company’s Circular dated 1 October 2015 in relation to the Proposed Adoption of the Share Buyback Mandate.

Subsequent to the Redeployment, the current status of the use of net proceeds from the 2013 Placement is as follows:

Use of proceeds	Amount allocated	Amount allocated after Redeployment	Amount utilised	Balance
	S\$’000	S\$’000	S\$’000	S\$’000
<u>2013 Placement</u>				
Exploration and drilling activities in new opportunities in the Asia-Pacific region	17,856	11,896	-	11,896
Exploration and drilling activities in new opportunities in geographical regions including the Middle East, Norway and Western Europe	16,787	16,787	(10,519)	6,268
Invest in and expand the business in the oil services sector using well stimulation technology	16,228	16,228	(15,135)	1,093
Share buyback mandate	-	5,960 ⁽¹⁾	-	5,960
Total	50,871	50,871	(25,654)	25,217

Note:

- ⁽¹⁾ The provisional amount of S\$5.96 million which was redeployed is equivalent to 50% of the illustrated maximum amount of funds required for Market Purchases as disclosed in Section 2.9(c) of the circular to shareholders in relation to the proposed adoption of the share buyback mandate dated 1 October 2015.

The Company will make further periodic announcements on the use of the balance of the net proceeds as and when the funds are materially disbursed, and will provide a status report on the use of the net proceeds in the Company's annual report and the interim and full-year financial statements.

BY ORDER OF THE BOARD OF
Rex International Holding Limited

Dan Broström
Executive Director and Chairman

16 October 2015

*This announcement has been prepared by the Company and its contents have been reviewed by the sponsor, PrimePartners Corporate Finance Pte. Ltd. (the "**Sponsor**") for compliance with the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst. The Sponsor has not verified the contents of this announcement.*

This announcement has not been examined or approved by the SGX-ST. The Sponsor and the SGX-ST assume no responsibility for the contents of this announcement including the accuracy, completeness or correctness of any of the information, 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, at 16 Collyer Quay, #10-00 Income at Raffles, Singapore 049318, telephone (65) 6229 8088.