

22 March 2016

DISCLOSURE UPDATE FOR USE OF SHARE PROCEEDS

Linc Energy Ltd (SGX: BRE) (OTCQX: LNCGY) would like to provide an update to the market for the use of proceeds from the private share placement dated 15 January 2016.

The Private Placement of 24,000,000 ordinary shares to BFAM Asian Opportunities Master Fund LP, Taconic Opportunity Master fund LP and Taconic Master Fund 1.5 LP was completed at the Issue Price of S\$0.12105 per Placement Share. A total of SGD\$2,905,200 was raised from the placement of new ordinary shares in the Company which has been utilised for working capital purposes as outlined below. The placement funds have now been fully utilised as detailed in the table below:

	Amount \$'000 SGD	Amount \$'000 AUD
Funds raised	2,905	2,905
<u>Actual use of proceeds to 22 March 2016:</u>		
Payroll expenses	1,254	1,254
Outsourced Services	158	158
Guarantee fees	400	400
Insurances and Finance Costs	951	951
Office Costs	83	83
Other working capital expenditure	59	59
Total use of proceeds to 22 March 2016	2,905	2,905

On 3 March 2016 a second private share placement of 60,900,000 ordinary shares was issued to the same parties at an issue price of SGD\$0.0575 for each placement share. Net proceeds of the transaction amounted to SGD\$3,401,750 which will be used for general working capital purposes.

The Company will continue to provide updated disclosure of use of proceeds in accordance with Rule 704(30) and Rule 1207(20) of the Mainboard Listing Rules.

Company Profile

Linc Energy is a global oil and gas company with a broad portfolio of oil, gas and coal assets. The Company applies conventional production techniques and its proprietary advanced technologies to extract value from the development of these resources.

Linc Energy is a global business with Oil and Gas operations primarily onshore in the USA (Alaska, Texas, Louisiana & Wyoming); Exploration for Shale Oil & Gas in the Arckaringa Basin in South Australia; developing a proprietary technology for the extraction of Heavy Oil (Moving Injection Gravity Drainage – MIGD) in an efficient and cost effective manner; and a significant number of opportunities to apply its proprietary Underground Coal Gasification (UCG) technology in key target markets including Asia and Africa.

The Company's proprietary UCG technology is a method of converting stranded coal resources into a valuable synthesis gas (Syngas) in situ. Linc Energy owns and operates the world's longest running commercial UCG operation in Uzbekistan (over 50 years in operation), which supplies Syngas to a nearby power station.

Linc Energy is listed on the SGX (Singapore) and the OTCQX (USA).