

TECHNICS OIL & GAS LIMITED
(Company Registration No. 200205249E)
(Incorporated in the Republic of Singapore)

PROPOSED APPOINTMENT OF AUDITORS

The Board of Directors (the "**Board**" or "**Directors**") of Technics Oil & Gas Limited (the "**Company**") and together with its subsidiaries, the "**Group**") wishes to announce the proposed appointment of Nexia TS Public Accounting Corporation ("**Nexia TS**") as the Company's auditors (the "**Auditors**") for the financial year ending 30 September 2016 (the "**Proposed Appointment of Auditors**").

The Company has approached reputable audit firms in Singapore to propose for the audit of the Group for the financial year ending 30 September 2016. After reviewing the credentials, services, proposed fees and their ability to meet the Group's requirements, the audit committee of the Company ("**Audit Committee**") has recommended the appointment of Nexia TS, subject to the approval of the shareholders of the Company (the "**Shareholders**") at the forthcoming extraordinary general meeting ("**EGM**"). The Board has accepted the recommendation of the Audit Committee.

The appointment of Nexia TS will be effective upon the approval of Shareholders for the Proposed Appointment of Auditors being obtained at the forthcoming EGM.

In accordance with Rule 1203(5) of the Listing Manual of the Singapore Exchange Securities Trading Limited (the "**Listing Manual**"):

- (a) RSM Chio Lim LLP ("**RSM Chio Lim**"), the Company's Auditors for the financial year ended 30 September 2015, have confirmed by way of a letter dated 2 March 2016 that they are not aware of any professional reasons why Nexia TS should not accept appointment as Auditors;
- (b) the Company confirms that there were no disagreements with RSM Chio Lim on accounting treatments within the last 12 months from the date of this announcement;
- (c) the Company confirms that it is not aware of any circumstances connected with the Proposed Appointment of Auditors that should be brought to the attention of Shareholders;
- (d) the reasons for the Proposed Appointment of Auditors are to ensure good corporate governance practice and enable the Company to benefit from fresh perspectives and views of another professional audit firm and thus, further enhance the value of the audit; and
- (e) the Company confirms that it has complied with Rules 712 and 715 of the Listing Manual in relation to the appointment of Nexia TS as new Auditors.

A Circular containing further detail of the Proposed Appointment of Auditors and to seek Shareholders' approval for the Proposed Appointment of Auditors pursuant to the requirements of the Listing Manual will be despatched, together with the notice of EGM, to the Shareholders at a later date.

BY ORDER OF THE BOARD

Tay Mian Cheo
Executive Chairman
4 March 2016