

FALCON ENERGY GROUP LIMITED
(Company Registration No.: 200403817G)
(Incorporated in the Republic of Singapore)

RECEIPT OF STATUTORY DEMANDS OF PAYMENT BY SUBSIDIARIES

1. INTRODUCTION

The Board of Directors of Falcon Energy Group Limited (the “**Company**”, and together with its subsidiaries, the “**Group**”) wishes to announce that on 2 April 2019, (i) Aset Marine Pte. Ltd. (“**Aset**”), a wholly-owned subsidiary of the Company, received a statutory demand of payment (“**Aset SD**”) under section 254(2)(a) of the Companies Act (Cap 50) (the “**Act**”) dated 2 April 2019 from the solicitors representing PT. Multi Karya Bajatama (“**PT MKB**”), seeking a payment of S\$48,106.55 (“**Aset Payment**”) within 21 days from the date of receipt of the Aset SD and (ii) Asetanian Marine Pte. Ltd. (“**Asetanian**”), a wholly-owned subsidiary of the Company, received a statutory demand of payment (“**Asetanian SD**”, and together with the Aset SD, the “**Statutory Demands**”) under section 254(2)(a) of the Act dated 2 April 2019 from the solicitors representing PT MKB, seeking a payment of S\$576,828.83 (“**Asetanian Payment**”) within 21 days from the date of receipt of the Asetanian SD.

Upon the expiry of the 21-day periods in respect of the Aset SD and the Asetanian SD, and if the Aset Payment or the Asetanian Payment has not been made (as the case may be), PT MKB shall be entitled to commence winding-up proceedings against Aset and/or Asetanian (as the case may be) without further reference to either Aset or Asetanian (as the case may be).

The Company is seeking legal advice in respect of the Statutory Demands and is assessing the impact of the Statutory Demands against the Group (also in light of the current restructuring exercise as last updated by the Company on 18 January 2019). The Group remains committed to engage in discussions with its principal lenders and any other key stakeholders (including but not limited to the unsecured creditors named in the Aset SD and the Asetanian SD) in relation to the said restructuring exercise. Further announcements will be made by the Company and the Board via SGXNET as and when there are any material developments in compliance with the listing rules of the Singapore Exchange Securities Trading Limited.

2. CAUTION IN TRADING

Shareholders and potential investors are advised to exercise caution in trading their shares and noteholders are advised to exercise caution in trading their notes. The Company will make further announcements as appropriate or when there are further developments. Shareholders and noteholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders and noteholders should consult their stock brokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

BY ORDER OF THE BOARD

Tan Pong Tyea
Chairman and Chief Executive Officer
4 April 2019