

CLARIFICATION ANNOUNCEMENT

Unless otherwise defined, capitalised terms shall have the same meaning as ascribed to them in the Company's announcement dated 28 January 2016.

1. INTRODUCTION

The Board of Directors (the "**Board**") of EMS Energy Limited (the "**Company**", and together with its subsidiaries, the "**Group**") refers to the article titled "EMS plunges 27% prompting SGX query" published on The Business Times website on 28 January 2016 (the "**Business Times Article**") which stated, amongst others, that "the irony is that the consolidation it underwent to comply with SGX's minimum trading price (MTP) has brought it back close to 20-cent MTP threshold".

2. CLARIFICATION

The Company wishes to clarify that, as stated in the circular dated 30 September 2015, the share consolidation was undertaken to rationalise the share capital of the Company by reducing the number of shares ("**Shares**") outstanding, which may increase the profile of the Company among investors and the coverage of the Company by research houses. This may, in turn, increase market interest and activity in the consolidated shares, and generally make the Shares more attractive to investors, including institutional investors for capital raising purposes, thus providing a more diverse shareholder base. In addition, the reduction in the number of Shares will allow the Company to administer corporate actions more efficiently.

The Company also wishes to clarify that the minimum trading price requirement is only applicable to companies listed on the Mainboard of Singapore Exchange Securities Trading Limited and the share consolidation was not undertaken to comply with the minimum trading price requirement.

By Order of the Board
EMS Energy Limited

Gwendolyn Gn Jong Yuh
Company Secretary
28 January 2016

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, UOB Kay Hian Private Limited (the "Sponsor") for compliance with the relevant rules of the SGX-ST. The Sponsor has not independently verified the contents of this announcement.

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.

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