

REX INTERNATIONAL HOLDING LIMITED

(Company Number: 201301242M)

(Incorporated in the Republic of Singapore)

USE OF FUNDS/CASH BY MINERAL, OIL AND GAS COMPANIES

The Board of Directors (the “**Board**”) of Rex International Holding Limited (the “**Company**” or “**Rex**”, and together with its subsidiaries, the “**Group**”) wishes to announce that the Group’s use of funds/cash by mineral, oil and gas companies for the third quarter ended 30 September 2020 (“**3Q FY2020**”), pursuant to Rules 705(6) and 705(7) of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalyst, are as follows:

Rule 705(6)(a) — Use of funds/cash for the quarter and a projection on the use of funds/cash for the next immediate quarter

<u>Actual use of funds/ cash</u>	Three Months Ended 30-Sep-20 US\$’000
Exploration and drilling activities in Oman	8,567
Exploration and drilling activities in Norway*	4,893
General working capital	1,622
Total	15,082

- * Net of tax refund receivables from the Norwegian tax authorities in relation to the exploration costs incurred in Norway. Lime Petroleum AS (“**LPA**”) is a pre-qualified oil company in Norway which is eligible to receive a cash tax refund of 78% of exploration costs annually.

In 3Q FY2020, US\$8.57 million was used for production activities in Oman and US\$4.89 million was used for exploration related activities Norway. US\$1.62 million was used for the Singapore and Rex Technology Management Ltd offices’ staff costs, operational expenses, and consultancy and professional fees.

The actual amount of funds used for exploration activities in Oman was US\$1.10 million higher than the projected amount in the previous quarter ended 30 June 2020 (“**2Q FY2020**”). The higher projected amount was due to increased exploration and production activities in Oman in 3Q FY2020.

The actual amount of funds used for exploration activities in Norway was US\$3.52 million higher than the projected amount in 2Q FY2020, due to drilling of an exploration well ahead of schedule.

The actual amount of funds used for general working capital was US\$0.25 million higher than the projected amount in 2Q FY2020, due to higher legal fees incurred in 3Q FY2020.

The total actual use of funds for 3Q FY2020 amounted to US\$15.08 million, which was US\$4.87 million higher than the projected amount in 2Q FY2020.

Projection on the use of funds/ cash

**Three Months Ending
31-Dec-20
US\$'000**

Exploration and drilling activities in Oman	12,209
Exploration and drilling activities in Norway*	3,489
General working capital	1,373
Total	17,071

* Net of tax refund receivables from the Norwegian tax authorities in relation to the exploration costs incurred in Norway.

Rule 705(7) — Details of exploration (including geophysical surveys), development and/or production activities undertaken by the issuer and a summary of the expenditure incurred on those activities, including explanations for any material variances with previous projections, for the period under review. If there has been no exploration, development and/or production activity respectively, that fact must be stated.

In 3Q FY2020, the Group incurred US\$18.95 million and US\$8.57 million for exploration and drilling activities in Norway and Oman respectively.

Production from the Yumna Field in Oman is ongoing, and the Group's exploration work in Norway is a continuous process. The exploration activities fulfilled in 3Q FY2020 include Rex Virtual Drilling, and actual exploration activities in Norway.

Rule 705(6)(b) — Provide a confirmation by its directors that, to the best of their knowledge, nothing has come to their attention which may render such information provided false or misleading in any material aspect. In order to make this confirmation, the directors would not be expected to commission an external audit or review of the statements. The confirmation may be signed by 2 directors on behalf of the board of directors.

The Board confirms that to the best of their knowledge, nothing has come to their attention which may render the above information provided to be false or misleading in any material aspect.

BY ORDER OF THE BOARD OF
Rex International Holding Limited

Dan Broström
Executive Director and Chairman

12 November 2020

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "**Sponsor**"), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "**SGX-ST**") Listing Manual Section B: Rules of Catalyst.*

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.

The contact person for the Sponsor is Mr Pong Chen Yih, Chief Operating Officer, 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.