

**REX INTERNATIONAL HOLDING LIMITED**  
(Company Number: 201301242M)  
(Incorporated in the Republic of Singapore)

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**RESPONSES TO QUERIES FROM SECURITIES INVESTORS ASSOCIATION (SINGAPORE) IN RESPECT OF THE COMPANY'S ANNUAL REPORT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2025**

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*Unless otherwise defined, all terms and references used herein shall bear the same meanings ascribed to them in the annual report issued to shareholders on 2 April 2026 (the "Annual Report").*

Rex International Holding Limited (the "**Company**" and together with its subsidiaries, the "**Group**") would like to provide the following information in response to queries from the Securities Investors Association (Singapore) ("**SIAS**").

1. **SIAS:** On 24 March 2026, the company announced that its independent auditors had included a material uncertainty related to going concern in their report on the audited financial statements for the financial year ended 31 December 2025.

Subsequently, on 31 March 2026, the company disclosed that the bond trustee had notified the bondholders of the Lime Petroleum Holding AS's 2027 and 2028 bonds that an event of default has occurred. Discussions are ongoing with a group of bondholders representing over 50% of the outstanding bonds, and the bond trustee has, for now, decided not to take further formal actions.

As disclosed in Note 1.1 of the financial statements, the group is in a capital deficiency position of US\$94.4 million and in a net current liability position of US\$81.3 million as at 31 December 2025, with a loss for the year of US\$152.7 million. The capital deficiency is largely attributable to Lime Petroleum Holding AS (LPH), which itself is in a capital deficiency position of US\$152.8 million and a net current liability position of US\$111.7 million. LPH also reported a loss for the year, amounting to US\$128.3 million.

- (i) **Can the independent directors outline the range of potential outcomes if the event of default is formally enforced, including the implications for the company and its listing status?**

COMPANY RESPONSE

The LPH bonds are secured by, among other things, share pledges over the shares in LPH (including the LPH shares owned by the Company's wholly-owned subsidiary, Rex International Investments Pte. Ltd.'s ("**RII**")) and its subsidiaries, charge over accounts and charges over assets<sup>1</sup>. RII has also granted a first ranking security over existing shareholders loans granted by RII to LPA. In the event of an event of default, the bond trustee will be entitled to enforce any of the security documents. If any or all of the share pledges are fully enforced, the Company could cease to own any interests in LPH and/or its subsidiaries, which include Lime Petroleum AS, Lime Resources Germany and Akrake Petroleum Benin (the "**LPH Group**").

<sup>1</sup> For further details, refer to Note 18 on page 215 of the Annual Report

The Group (excluding the LPH Group) would remain a going concern with a 100% indirect interest in Jasmine Energy Ltd, an 87.5% indirect interest in Masirah Oil ("MOL") which is the operator of the producing Yumna Field in Oman, and a 50.4% interest in Xer Tech Holding AB, which is listed on the Spotlight Stock Market in Sweden.

In its current form, the Company will have no more liability under the LPH bonds in the event that the aforementioned security documents entered into by RII are enforced.

On page 176 of the Annual Report, it is stated:

"As at 31 December 2025, the Group is in a capital deficiency position of US\$94.4 million and in a net current liability position of US\$81.3 million...The capital deficiency and net current liability position of the Group is due to Lime Petroleum Holding AS ("LPH"), a subsidiary of the Group, which is in a capital deficiency position of US\$152.8 million and in a net current liability position of US\$111.7 million".

As at 31 December 2025, the Group's cash and cash equivalents and quoted investments totalled US\$56.25<sup>^</sup> million (31 December 2024: US\$130.17<sup>^</sup> million); with cash and cash equivalents at US\$49.06 million (31 December 2024: US\$117.20 million); and quoted investments at US\$7.20 million (31 December 2024: US\$12.98 million) (Reference: Annual Report pages 4 and 53).

Taking the above into consideration, as of the date of this response, the Board is of the view that the Company is able to continue as a going concern.

<sup>^</sup> Rounding difference

- (ii) **What specific steps has the board taken to safeguard the group's interests in Lime Petroleum Holding AS, particularly in the context of creditor negotiations and potential restructuring scenarios?**

#### COMPANY RESPONSE

The Company refers to its second announcement dated 31 March 2026, which states that the LPH Bondholders have approved the facilitation of a potential interim liquidity funding on an expedited basis in anticipation of a comprehensive recapitalisation of the LPH Group, including any interim liquidity measures and in combination with any other remedial measures as deemed appropriate (the "**Recapitalisation**"), which includes, *inter alia*, the engagement of Alvarez & Marsal Europe LLP ("**A&M**") as restructuring advisors and providers of a Chief Restructuring Officer, and further potential engagement of additional advisers, including an additional financial adviser. All other terms and conditions of the bond agreements remain unchanged and in full force and effect.

As announced, LPH has received legal advice that in its current financial situation, under Norwegian laws, the board of LPH has an increased obligation to safeguard the interests of LPH's creditors. As such, the creditor negotiations and restructuring discussions have been led by the LPH management and its advisors, including its Chief Restructuring Officer.

The Company remains in consultation with its legal advisors on its interests in the LPH Group and will update the market accordingly in accordance with applicable rules of the SGX-ST in the event of any further material updates.

Shareholders and potential investors should exercise caution when trading in the shares of the Company. Persons who are in doubt as to the action they should take should consult their legal, financial, tax or other professional advisers.

- (iii) **In light of the material uncertainty related to going concern and ongoing default discussions, has the board assessed whether continued trading of the company's shares remains appropriate? What considerations have been given to trading suspension to ensure orderly trading and equal dissemination of material information?**

COMPANY RESPONSE

Regarding the section on Material Uncertainty Related to Going Concern in the Independent Auditor's Report on page 163 of the Annual Report, the Board notes that the independent auditor's "opinion is not modified in respect of this matter", meaning that the auditors have concluded that the financial statements are prepared, in all material respects, in accordance with the applicable financial reporting framework.

As such, the Board is of the view that the Company remains a going concern.

The Company has been and will continue making timely disclosures on material information on SGXNet to ensure orderly trading and equal dissemination of material information.

2. **SIAS:** During FY2025, the group made operational progress across several assets, including participation in drilling programmes in the Brage and Bestla fields in Norway, preparation for a new drilling campaign in Oman, achieving first oil in Benin and increasing production levels in Germany. Notwithstanding this, financial performance weakened as adjusted EBITDA declined materially by 43% to US\$91.1 million despite revenue increasing by 7% to US\$318.8 million.
- (i) **Can management provide a detailed account of the scenario planning and liquidity stress-testing conducted prior to the default by LPH? Was this insolvency viewed as an unavoidable "black swan"-type event, or could it have been mitigated through proactive capital reallocation? Specifically, why was the parent company unable or unwilling to intervene to avoid the default?**

COMPANY RESPONSE

As stated in the Letter to Shareholders on page 6 of the Annual Report, the Group's risk management strategy for financing had always been to inculcate "self-sufficiency" among its operating subsidiaries, ring-fencing debt at the subsidiary level.

LPH placed NOK 100 million (approximately US\$9.16 million<sup>#</sup>) of bonds through the tap mechanism in its then existing Senior Secured Bond with ISIN NO0013276410 for general corporate purposes, including development capex in the Norwegian Continental Shelf and working capital, bringing the total outstanding amount to NOK 1,750 million (approximately US\$158.91 million) in February 2025.

In September 2025, LPH raised NOK 1.1 billion (approximately US\$108.93 million<sup>^</sup>) in NOK denominated senior secured bonds with a three-year tenor. Of the total proceeds, approximately NOK 550 million was used to refinance LPH's then existing bond through a roll mechanism, while the

remainder of approximately NOK 550 million was slated to be used for onshore field development activities in Germany and for general corporate purposes.

The drilling in Benin started in August 2025 and first oil was expected to be attained in November 2025, paving the way for a new revenue stream for the LPH Group. However, on 19 November 2025 and 24 December 2025, the Company disclosed in announcements that the drilling campaign had run into technical difficulties, the details of which were shared in a press release dated 12 January 2026 i.e. Drilling operations in the geomechanically unstable shale layers in the overburden above the reservoir have proven to be more challenging than anticipated, resulting in significant delays due to several stuck pipe incidents, necessitating redrilling of the overburden section.

These significant technical complications and the protracted duration of the challenges into the first quarter of 2026 were indeed unforeseen, and in the Company's view, "black swan" events, resulting in a material increase in drilling costs and a production delay of more than three months.

While Rex and LPH actively sought to raise funds through various avenues such as farm-outs and initiated protracted discussions with potential partners from end-2025, these deals did not come to fruition, determining that it was not possible to raise sufficient capital within a short time frame to bail LPH out of its financial difficulties.

# Using exchange rate of USD 1 = NOK 10.9170

^ Using exchange rate of USD 1 = NOK 10.0984

- (ii) **What specific oversight did the independent directors provide regarding the group's solvency and liquidity position throughout FY2025? What guidance was given to management to safeguard shareholder interests as the obligation to pay interest on the bonds approached?**

#### COMPANY RESPONSE

The Company refers to the Corporate Governance Report on page 112 of the Annual Report, which states the role of the Board is to:

- (a) Provide leadership guidance, set corporate strategic objectives and directions for Management, which should include appropriate focus on value creation, innovation and sustainability;
- (b) Set the appropriate tone-from-the-top and desired organisational culture, and to ensure proper accountability within the Company;
- (c) Ensure that the necessary resources are in place for the Company to meet its strategic objectives;
- (d) Establish and maintain a sound risk management framework to effectively monitor and control risks;
- (e) Constructively challenge Management and review its performance;
- (f) Instil an ethical corporate culture and ensure that the Company's values, standards, policies and practices are consistent with the culture; and
- (g) Oversee the overall corporate governance of the Group and ensure transparency and accountability to key stakeholder groups.

The board and management of LPH are responsible for the oversight of its bonds, its solvency and liquidity position. As detailed in the response to 2(i) above, LPH had raised funding for LPH Group's operations for 2025.

The drilling programme in Benin started in August 2025 and the full extent of the drilling challenges were discovered and disclosed in November 2025. When it was determined that first oil would not be achievable in November 2025, Rex tried to help in fundraising efforts mentioned in the response to 2(i) above.

- (iii) **Separately, how have recent geopolitical developments in the Middle East affected the group’s operations across Oman, Norway, Germany and Benin, including any impact on production levels, realised prices, cost structures and supply chain stability?**

COMPANY RESPONSE

Oil production and operations across Oman, Norway, Germany and Benin are proceeding. The Company is keeping up its monthly updates on production levels; the last update was posted on SGXNet on 9 April 2026.

The three-well drilling in Oman, earlier targeted to commence in March 2026, is now expected to start in May 2026 (Please refer to [press release dated 2 April 2026](#)).

3. **SIAS:** On 19 February 2026, the company announced the resignation of Ms Beverley Ann Smith, who submitted her formal letter of resignation on 17 February 2026 indicating an effective date of 12 February 2026. In her resignation, the former director highlighted concerns regarding the review and approval processes relating to certain contracts entered into by a subsidiary of the company.

CHANGE - ANNOUNCEMENT OF CESSATION::CESSATION OF A BOARD DIRECTOR	
Description (Please provide a detailed description of the event in the box below)	Resignation of Beverley Ann Smith ("Ms Smith") as Independent Non-Executive Director
Additional Details	
Name of person	Beverley Ann Smith
Age	60
Is effective date of cessation known?	Yes
If yes, please provide the date.	12/02/2026
Detailed reason(s) for cessation	The Company received a formal letter of resignation from Ms Smith on 17 February 2026 indicating an effective date of 12 February 2026.  Ms Smith has resigned as Independent Non-Executive Director of the Company. Following her resignation, she will relinquish her directorships in the Company's subsidiaries. The Board and Management would like to thank Ms Smith for her contributions and guidance to the Board and the Company.
Are there any unresolved differences in opinion on material matters between the person and the board of directors, including matters which would have a material impact on the group or its financial reporting?	Yes
If yes, please elaborate.	Ms Smith has resigned as she has raised certain concerns regarding the review and approval process in relation to certain contracts entered into by a subsidiary of the Company. The Company takes these concerns seriously and these matters are currently under review. No conclusions have yet been reached. The Company will provide further updates, where appropriate, in due course.

(Source: [Change - Announcement of Cessation::Cessation of a Board Director](#); emphasis added)

- (i) **Have the concerns raised triggered any reassessment of previously recognised revenue, contract valuations or contingent liabilities, and what is the potential financial impact under different scenarios?**

COMPANY RESPONSE

No, the concerns raised have not triggered any reassessment of previously recognised revenue, contract valuations or contingent liabilities.

- (ii) **Are there ongoing investigations into these matters, and if so, who is leading the process? Have independent external reviewers been appointed, and what is the expected timeline for completion and disclosure of findings?**

COMPANY RESPONSE

The Board met the day after Ms Smith sent her email indicating her desire to resign to discuss the issue. At this meeting, the Company's Lead Independent Director and the Audit Committee Chairperson directed the Company's Head of Legal to review the relevant documents and carry out a fact-finding exercise to address the concerns raised by Ms Smith. The fact-finding exercise, on the possible implications on the Company's compliance with the listing rules and the compliance with internal policies (which is being carried out with internal resources), is still in progress.

As at the date of this response, the review has not revealed any non-compliance with any of the Mainboard Rules. As stated in the Company's announcement on 19 February 2026, the Company intends to provide further updates, where appropriate, in due course.

By Order of the Board  
Rex International Holding Limited

Lin Moi Heyang  
Company Secretary

20 April 2026