

APPOINTMENT OF INDEPENDENT INVESTIGATOR

The Board of Directors (the “**Board**”) of Eneco Energy Limited (f.k.a Ramba Energy Limited) (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to inform shareholders that the Company has been informed by its independent auditors, Ernst & Young, LLP (“**the Auditors**”) that in the course of its audit investigations, the Auditors were unable to obtain satisfactory audit evidence or explanations regarding a payment (“**Queried Payment**”) made by a subsidiary of the Company to a broker which is an Indonesian party. The background of the matter is set out below.

Background

Ramba Energy West Jambi Ltd (“**REWJ**”), a wholly owned subsidiary of the Company (that is also the contractor of the Company’s West Jambi concession), was required to furnish a bank guarantee to the concession holder in order to secure the extension of the exploratory permit for the concession. During the financial year, a director (who is also a substantial shareholder of the Company) withdrew S\$3,876,000 (“**Funds**”) from another subsidiary company’s bank account and the director and management represented that the Funds were then advanced to a broker to secure a bank guarantee from its bank in favour of REWJ.

The Auditors are of the opinion that documents provided by the director concerned and management to show that the withdrawal of the Funds was for the purpose of making the Queried Payment, were inconsistent with information obtained by the Auditors from the broker’s bank that issued the proforma bank guarantee and also from the concession holder.

The Queried Payment was recorded as an amount due from a broker and subsequently a full impairment allowance of S\$3,876,000 was made against the amount due, after queries were raised about its recoverability. Due to the inconsistencies mentioned above, the Auditors were unable to ascertain the commercial rationale of this arrangement, and the nature, existence and recoverability of the Queried Payment. Consequently, the Auditors were unable to determine whether the Queried Payment is appropriately accounted for, presented, disclosed and whether the allowance recorded against the amount is appropriate.

The Auditors have advised the Audit Committee and the Board that an investigation should be conducted.

The Board’s Decision

The Board wishes to inform shareholders that the Board has decided to appoint an independent external reviewer (“**Independent Investigator**”) to investigate the circumstances surrounding the Queried Payment. The identity of the Independent Investigator and the scope of work for the investigation will be decided upon by the Company’s Audit Committee and will be announced at a later date.

The Company will make further announcement(s) as and when there are material developments on this matter. The Independent Investigator will report its findings directly to the Audit Committee.

The Company will publish an executive summary of all key findings of the Independent Investigator on SGXNet.

By Order of the Board
ENECO ENERGY LIMITED

Aditya Wisnuwardana Seky Soeryadjaya
Chief Executive Officer and Executive Director
10 June 2019