

ENECO ENERGY LIMITED

(Incorporated in the Republic of Singapore)
Company Registration No. 200301668R

**DEED OF NOVATION AND AMENDMENT RELATING TO THE GROUP'S PARTICIPATING INTEREST
IN THE LEMANG PRODUCTION SHARING CONTRACT**

The Board of Directors (the "**Board**") of **Eneco Energy Limited** (the "**Company**") wishes to inform shareholders that the Company's subsidiary, PT Hexindo Gemilang Jaya ("**Hexindo**"), has entered into a Deed of Novation and Amendment ("**Novation Deed**") with Mandala Energy Lemang Pte Ltd ("**Mandala**") and Jadestone Energy (Lemang) Pte. Ltd. ("**Jadestone**") relating to the Group's Participating Interest in the Lemang Production Sharing Contract ("**Lemang PSC**"), which was executed on 14 December 2020.

Pursuant to the terms and conditions of an Asset Purchase Agreement entered into between Mandala and Jadestone, Mandala agreed to assign and transfer to Jadestone, and Jadestone agreed to accept, Mandala's entire ninety per cent. (90%) Participating Interest in the Lemang PSC, the JOA and the equivalent interest in all rights, privileges, duties and obligations related thereto (the "**Assigned Participating Interest**") with effect from the completion of the said transfer and assignment, which took place on 11 December 2020 ("**Effective Date**"). The "JOA" refers to the joint operating agreement between Mandala and Hexindo (originally dated 19 December 2011, amended and restated on 4 October 2015 and as subsequently amended from time to time relating to the Lemang PSC).

Mandala, Jadestone and Hexindo agreed to novate and amend the JOA to reflect the assignment and transfer of the Assigned Participating Interest to Jadestone, on the terms and conditions as set out in the Novation Deed.

Pursuant to the Novation Deed, as of the Effective Date, the parties to the Novation Deed agree that :-

- (a) Jadestone replaces Mandala as a party to the JOA and Mandala shall cease to be a party to the JOA;
- (b) Jadestone may exercise and enjoy all the rights and benefits of Mandala in respect of the Assigned Participating Interest arising under the JOA;
- (c) in accordance with the JOA, Mandala has resigned as Operator and Jadestone replaces Mandala as Operator, under the JOA;
- (d) Jadestone has accepted and agreed to be bound by the JOA and to assume, observe, accept, discharge and perform the obligations and liabilities of Mandala in respect of the Assigned Participating Interest and as Operator arising under the JOA in place of Mandala attributable to the period on and from the Effective Date; and
- (e) Hexindo releases and discharges Mandala from all claims, demands, liabilities and obligations under the JOA attributable to the Assigned Participating Interest and the role of Operator.

As of the Effective Date, the Participating Interests of Hexindo and Jadestone in the Lemang PSC are:-

- (i) Hexindo 10%
- (ii) Jadestone 90%

BY ORDER OF THE BOARD
ENECO ENERGY LIMITED

Colin Peter Moran
Executive Director cum Chief Executive Director
15 December 2020