

RH PETROGAS LIMITED

(Company Registration No.: 198701138Z)

USAGE OF PLACEMENT PROCEEDS

Further to the announcement made on 9 December 2009 in relation to re-allocation of the usage of the net placement proceeds of S\$41.6 million from the placement of 54,500,000 new shares at S\$0.80 each in the share capital of RH Petrogas Limited ("the Company"), the Board of Directors of the Company wishes to provide the following update on the usage of the net placement proceeds of S\$41.6 million, as follows:-

Intended uses	Re-allocated uses	Net placement proceeds allocated S\$'000	Net placement proceeds used to date S\$'000	Balance S\$'000
As part payment of the unpaid cash consideration for the acquisition of the entire issued share capital of Kingworld Resources Limited	Not Applicable	10,000	10,000	-
To fund the capital expenditure and operating costs in connection with the crude oil production project at Fuyu 1 Block in preparation for commercial production	To fund the capital expenditure, operating costs and other funding requirements of: (a) the crude oil production project at Fuyu 1 Block in preparation for commercial production; and (b) other petroleum exploration and production projects	30,000	9,256	20,744
Working capital	Not Applicable	1,615	910	705
Total		41,615	20,166	21,449

The Board will continue to provide periodic announcements on the utilization of the re-allocated usage of the net placement proceeds as and when the proceeds are materially disbursed.

BY ORDER OF THE BOARD

Tan Sri Datuk Sir Tiong Hiew King
Executive Chairman
25 February 2010