

RH PETROGAS LIMITED

(Registration Number: 198701138Z)

QUARTERLY STATUS UPDATE ON THE PROGRESS OF THE CRUDE OIL PRODUCTION PROJECT AT FUYU 1 BLOCK

The Board of Directors of RH Petrogas Limited (the “**Company**”), the ultimate holding company of Kingworld Resources Limited (“**KRL**”), wishes to provide the following update on the project undertaken by KRL at Fuyu 1 PSC in the Songliao Basin, Jilin Province, the People’s Republic of China, which covers an area of approximately 255 square kilometres (“**Fuyu 1 Block**”), for the three months ended 30 April 2015:-

1. ANY MATERIAL CHANGES TO THE RESERVES OR RESOURCES (INCLUDING THE REASONS FOR THE CHANGE)

As announced on 6 April 2015 (SGX announcement No. SG150406OTHLIV1), RPS Energy Consultants Limited has completed an independent qualified person report (“**QPR**”) with respect to the oil and gas reserves and resources of the Company and its subsidiaries as of 1 January 2015. Based on the QPR, the aggregate proved plus probable reserves (“**2P reserves**”) and best estimate contingent resources (“**2C resources**”) of the Fuyu 1 Block attributable to the Group’s 49% working interest were 10.5 MMBO (million barrels of oil) and 19.3 MMBO respectively as of 1 January 2015.

The 2P reserves of 10.5 MMBO is an upgrade of and reclassification from 2C resources following the receipt of the final approval of the Overall Development Plan (“**ODP**”) for the phased development of the Yongping Oilfield in Fuyu 1 Block. The combined 2P reserves plus 2C resources of 29.8 MMBO as of 1 January 2015 was around 12.6% lower than the 2C of 34.1 MMBO as of 1 January 2014 as disclosed in the summary of oil and gas reserves and resources section of our Annual Report for the financial year ended 31 December 2013.

2. DETAILS OF DEVELOPMENT AND/OR PRODUCTION ACTIVITIES UNDERTAKEN BY KRL IN RESPECT OF THE FUYU 1 BLOCK PROJECT

As announced on 16 October 2014, the National Development and Reform Commission (“**NDRC**”) of the People’s Republic of China has approved the ODP for the phased development of the Yongping Oilfield in Fuyu 1 Block. With this approval, development drilling has commenced at Yongping Oilfield in the Fuyu 1 Block.

The approved ODP entails the drilling of up to 1,008 shallow wells over a five (5) year period. The crude oil in the Fuyu 1 Block is low sulphur and heavy in nature with an API of 18.5°.

The first 15 development wells were drilled and completed by end of 2014. As at the date of this announcement, an additional 5 wells have been drilled and completed, out of the 40 to 100 wells planned in 2015.

3. A SUMMARY OF THE MATERIAL EXPENDITURE INCURRED ON THE EVALUATION, DEVELOPMENT AND/OR PRODUCTION ACTIVITIES FOR THE THREE MONTHS PRECEDING THIS ANNOUNCEMENT

The summary of the expenditure for the three months preceding this announcement is as follows:

	US\$'000
Development expenditure	111
Fixed Assets	-
Administrative expenses	215

BY ORDER OF THE BOARD

Chang Cheng-Hsing Francis
Group CEO & Executive Director
7 May 2015