

REX – AN INTERESTING ENERGY PLAY

Rex International Holding Limited (“Rex International Holding”, “Rex” or the “Company”, and together with its subsidiaries, the “Group”) is a multinational oil exploration and production (“E&P”) company listed on Singapore Exchange Securities Trading Limited’s Mainboard. The Group has interests in exploration production licences in Oman, Norway and Malaysia, and holds operatorship for the assets in Oman and Malaysia.



Stakes in 3 producing fields + discovery & exploration assets	
Listing on Catalist	31 July 2013
Move to SGX Mainboard	8 March 2022
SGX / Bloomberg Stock Code	5WH / REXI SP
Share Statistics @ 30 Jan 2023	
Share Price	SGD 0.220
Number of Shares (ex. Treasury shares)	1,302,320,991
Market Capitalisation	SGD 286.51 M

INVESTMENT OVERVIEW

- Rex’s market capitalisation is S\$286.51 million (based on the Company’s closing market price of S\$0.220 as at 30 January 2022).
- The Group’s cash, cash equivalents and quoted investments totalled US\$103.73 million as at 30 June 2022.
- The Group is long-term debt free and has interests in 3 producing assets in Oman and Norway, several discovery and exploration assets in Norway and Malaysia.

US\$ million	FY2021	FY2020	Improvement
Revenue from sale of crude oil	158.44	46.66	+240%
Earnings before interest, taxes depreciation & amortisation (EBITDA)	110.18	3.03	+3,533%
Profit/(loss) for the year, net of tax	78.94	(15.21)	+619%
Earnings/(loss) per share (US cents/SG cents)*	5.16 / 6.93	(1.09) / (1.50)	+573% / +561%

US\$ million	1H 2022	1H 2021	
Revenue from sale of crude oil	99.45	75.76	Exchange rate FY2021: USD1 = SGD1.3435; and FY2020: USD1 = SGD1.3792
Earnings before interest, taxes, depreciation & amortisation (EBITDA)	41.30	45.63	
Profit for the period, net of tax	6.04	27.72	Exchange rate 1H 2022: USD1 = SGD1.3918; and 1H 2021: USD1 = SGD1.3446
Earnings per share (US cents/SG cents)*	0.37 / 0.52	1.84 / 2.47	

THE DIFFERENTIATOR - REX VIRTUAL DRILLING

- A proprietary oil exploration de-risking technology which analyses seismic data to identify signals that correlate with reservoirs and liquid hydrocarbon.
- Compatible with existing, abundant, seismic data conventionally used in oil exploration.
- Already contributed to pre-drilling prediction of both dry wells and discoveries, saving millions of dollars in costs while also contributing to asset value creation.
- Offered as an exploration/appraisal de-risking technology on a service basis to oil companies.

KEY RISKS WITH INVESTMENT

- The Oil Exploration and Production industry is fundamentally a high-risk and high-reward industry.
- The assumptions in this factsheet are based on successful outcomes using today’s oil prices and costs in the developments of our present discoveries in Oman and Norway.
- The monetisation of Rex Virtual Drilling is a low risk and high upside business model.

ROOM FOR VALUE UPSIDE

Focus	Production in Oman and Norway; development of discovery assets in Norway and Malaysia
Value Opportunity	Market value disconnected from inherent value
Opportunities and Optionality	<ul style="list-style-type: none"> Oman & Norway: Total production at 9,003 barrels per day in December 2022 (before government take in Oman) Norway: 27.7 mmbob of contingent resources en route to development
Track Record	<ul style="list-style-type: none"> Since 2014: Achieved 4 discoveries; 1 in Oman and 3 in Norway 2019: Monetised RoUvsnes discovery and related assets for US\$45m
Short-term Catalysts	<ul style="list-style-type: none"> Added contribution from Yme Field production in 2023 Start of production in Malaysia

OMAN



2021 HSSE Statistics

Total man hours clocked: 354,345
Number of HSSE Audits/Reviews: 14
Number of HSSE & Operations meetings: 331

OWNERSHIP

Rex Oman: 91.81% interest in Masirah Oil Ltd

LOCATION

Gulf of Masirah, east of Oman

AREA

~17,000 sqkm, 23 times the size of Singapore

AWARDS

2014 "Offshore Discovery of the Year" award in Oman

YUMNA FIELD PRODUCTION

Production: up to 31 Dec 2021 **5.77 MMstb**

Masirah Oil's Working Interest **100%**

2P Reserves **6.6 MMstb¹ + 5.77 MMstb produced as at 31 Dec 2021**

¹Rex in-house qualified person's estimates; reserves estimates are before government take

Estimate Opex per day **US\$80,000**

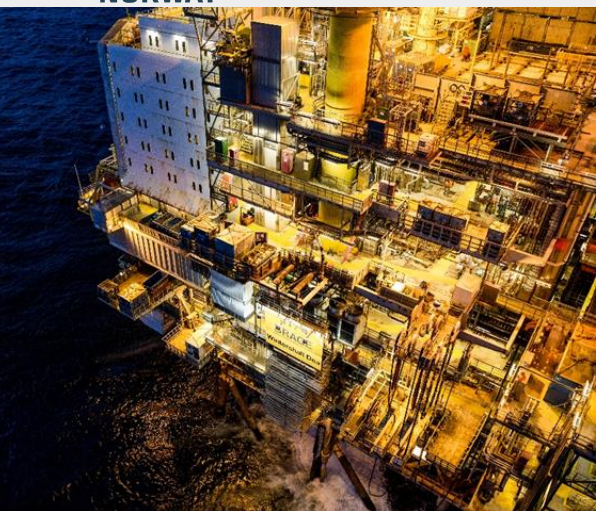


Floating storage tanker and Mobile Offshore Production Unit (MOPU) with upgraded facilities have been changed out in 2022



Dual objective drilling campaign done in Q4 2022; 4th producer online from 2 January 2023

NORWAY



OWNERSHIP

Rex International Investments: 91.65% interest in Lime Petroleum AS

LOCATION

Norwegian North Sea & Norwegian Sea

LICENCES

Interests in ~20 licences, including in the producing Brage and Yme Fields

2022 ACQUISITION

10% in the producing Yme Field

BRAGE FIELD / YME FIELD

- Brage:** New wells are targeting both undrained areas of a core part of the field, as well as exploration prospects in close proximity to the platform. Results of 2021 drillings were better-than-expected for both the infill and exploration targets, effectively replacing reserves in the field.
- Yme:** According to the Norwegian Petroleum Directorate, remaining reserves in the Yme Field stand at 9.70 million Sm³ of oil equivalent i.e. there are remaining 2P Reserves of about 6.0 mmbob in the Yme Field net to Lime Petroleum.



2022: Raised a three-year senior secured bond issue of NOK 950 million (approximately US\$96.7 million)