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## **CITIC RESOURCES HOLDINGS LIMITED**

*(incorporated in Bermuda with limited liability)*

(Stock Code: 1205)

### **DRILLING OF LOFIN-2 APPRAISAL WELL**

This announcement is made pursuant to rule 13.09 of the Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”) and the Inside Information Provisions (as defined in the Listing Rules) under Part XIVA of the Securities and Futures Ordinance (Chapter 571 of the Laws of Hong Kong).

The board of directors (the “**Board**”) of CITIC Resources Holdings Limited (the “**Company**”) wishes to advise shareholders of the Company (“**Shareholders**”) on developments resulting from the drilling of the Lofin-2 appraisal well (“**Lofin-2**”) in the Seram Island Non-Bula Block in Indonesia (the “**Seram Non-Bula Block**”).

#### **Background**

In 2012, CITIC Seram Energy Limited (“**CITIC Seram**”) drilled the Lofin-1 exploration well (“**Lofin-1**”) to test the oil and gas potential of the predominantly limestone Manusela Formation within the Seram Non-Bula Block. Lofin-1 was drilled to a total depth of 4,427 metres and results of the drilling showed the presence of oil/condensate and gas.

#### **Lofin-2 Appraisal Well**

In October 2014, CITIC Seram commenced drilling of Lofin-2 to appraise the Lofin-1 discovery and evaluate the potential oil/condensate and gas deposits within the Manusela Formation. Lofin-2 had a planned depth of 5,425 metres.

CITIC Seram has drilled Lofin-2 to a current depth of 5,602 metres and is conducting tests. Results from testing of Lofin-2 so far are promising with results showing Lofin-2 continues to encounter oil/condensate and gas at its current depth. CITIC Seram, therefore, proposes to deepen Lofin-2 in order to continue its appraisal of the oil/condensate and gas potential within the Manusela Formation.

## **Appraisal Ongoing and Subject to Independent Reserves Report**

Shareholders and potential investors should note that the performance of limestone reservoirs can be uncertain and the presence and amounts of oil/condensate and gas in the Manusela Formation are still being appraised and evaluated by CITIC Seram. Whilst the results from Lofin-2 so far are encouraging as to the presence of oil/condensate and gas in the Manusela Formation, CITIC Seram's appraisal of the oil/condensate and gas potential is still ongoing. In addition, the final results of CITIC Seram's appraisal will be subject to an independent reserves report before CITIC Seram is able to confirm details of amounts of oil/condensate and gas within the Manusela Formation. Also, under the terms of the production sharing contract which grants the right to explore, develop and produce petroleum from the Seram Non-Bula Block (the "**Seram Non-Bula Block PSC**"), Indonesian regulatory approval is required to the release of well results.

Shareholders and potential investors are therefore advised to exercise caution when dealing in the shares of the Company.

## **Information on CITIC Seram**

CITIC Seram is an indirect wholly-owned subsidiary of the Company and owns a 51% participating interest in the Seram Non-Bula Block PSC. CITIC Seram is the operator under the Seram Non-Bula Block PSC.

## **Further Announcements**

The Company will make such further announcements as and when appropriate in accordance with the Listing Rules and the Inside Information Provisions.

By Order of the Board  
**CITIC Resources Holdings Limited**  
**Kwok Peter Viem**  
*Chairman*

Hong Kong, 27 April 2015

*As at the date hereof, the executive directors of the Company are Mr. Kwok Peter Viem; Mr. Qiu Yiyong; Mr. Sun Yang; Mr. Guo Tinghu and Ms. Li So Mui, the non-executive directors are Mr. Wong Kim Yin and Mr. Zeng Chen, and the independent non-executive directors are Mr. Fan Ren Da, Anthony; Mr. Gao Pei Ji; Mr. Hu Weiping and Mr. Shou Xuancheng.*