

ASX/Media Release

For Immediate Release – 29 April 2015



CITIC Resources announcement - Lofin-2 well

Lion Energy Limited (ASX: LIO) – “Lion”) advises that CITIC Resources Holdings Limited (“CITIC”), the Operator of the Seram (Non-Bula) PSC in eastern Indonesia, of which Lion has a 2.5% interest, has made an announcement on the Hong Kong Stock Exchange regarding the Lofin-2 appraisal well. The announcement by CITIC, which includes a commentary on the progress of the well, follows.

For and on behalf of the board of

Lion Energy Limited

A handwritten signature in blue ink, appearing to read "Zane Lewis", written over a horizontal line.

Zane Lewis
Company Secretary

ENDS.

About Lion

Lion Energy Ltd is an ASX listed oil & gas exploration & production company focused on Indonesia, where it has been operating for some 15 years. It has two existing conventional Production Sharing Contracts (PSC's) – Seram and South Block A - and an early mover position in the fledgling Indonesian unconventional industry via four Joint Study Applications.

Lion's leadership team has vast experience in the south-east Asian oil and gas industry, particularly Indonesia. In its recent recapitalisation, two Indonesian strategic investors, Risco Energy and Tower Energy, became substantial shareholders of the company.

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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.