

16 July 2015

ASX Market Announcements
Electronic Lodgements
For immediate release

ASX Announcement

Market Update

Misappropriation Investigation

Sino-Excel Energy Limited ACN 085 162 456 (ASX: SLE) (**Company**) advises that it has attended the offices of the New South Wales Police Department (**Police**) today to report an alleged misappropriation of Company funds by an existing and former Officer of the Company.

The Company has retained independent legal counsel to assist the Company provide the necessary information to the Police and any other regulatory authorities regarding the misappropriation of funds.

The Company's board of directors will work with the regulatory authorities and will update the market in due course.

Convertible Bond Deed

The Company advises that the second tranche of \$8,000,000 to be provided by Precious Area Investment Limited and Silver Mind Investment Limited under the terms of the Convertible Bond Deed dated 21 August 2014 has not been received and that the Company is considering its options with respect to this breach of the Deed.

Yours sincerely



Richard Holstein
Company Secretary