

6 December 2016

MACQUARIE DEBT FACILITY EXTENSION

Sino Gas & Energy Holdings Limited (ASX: SEH, "Sino Gas" or the "Company") is pleased to announce the execution of formal documentation finalising the previously announced agreed extension of its US\$50 million debt facility with Macquarie Bank Limited ("Macquarie").

Under the terms of the agreement, the facility will be extended from end 2016 to end 2018 with the option for Sino Gas to further extend to end 2019 upon approval of an Overall Development Plan ("ODP") for either Linxing or Sanjiaobei. Refer to the announcement on 25 June 2014 for additional details on the Macquarie structured term debt facility.

Key terms of the extension include:

- The US\$50 million facility extended to end 2018 with repayment of the fully drawn US\$10 million Tranche A facility extended to late 2018;
- Subject to ODP approval for either the Linxing or Sanjiaobei PSC, Sino Gas has the option to extend the term of the facility to the end of 2019 with six equal quarterly repayments between September 2018 and December 2019;
- The undrawn US\$40 million Tranche B remains accessible subject to Macquarie credit committee approval;
- No extension or availability fees;
- Sino Gas retains option for early repayment; and
- Other substantive terms remain unchanged.

Commenting on the debt facility extension, Sino Gas Managing Director, Glenn Corrie said: "*The extension strengthens Sino Gas' financial flexibility and demonstrates ongoing support for the company by Macquarie following ongoing extensive due diligence.*"

Sino Gas & Energy Holdings Limited

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About Sino Gas & Energy Holdings Limited

Sino Gas & Energy Holdings Limited ("Sino Gas" ASX: SEH) is an Australian energy company focused on developing natural gas assets in China. Sino Gas holds a 49% interest in Sino Gas & Energy Limited ("SGE"), a strategic partnership with China New Energy Mining Limited ("CNEML"). SGE has been established in Beijing since 2006 and is the operator of the Linxing and Sanjiaobei Production Sharing Contracts ("PSC"s) in the Ordos Basin, Shanxi province.

SGE's interest in the Linxing PSC with CUCBM is 64.75% and 49% for the Sanjiaobei PSC held with PCCBM. SGE has a 100% working interest during the exploration phase of the PSC, with SGE's PSC partners being entitled to back-in upon Overall Development Plan ("ODP") approval, by contributing development and operating costs in line with their PSC interest.

The PSCs are located in the Ordos Basin and cover an area of approximately 3,000km². The Ordos Basin is the largest onshore gas producing basin in China. The region has mature field developments with an established pipeline infrastructure to major markets. Rapid economic development is being experienced in the provinces in which Sino Gas' PSCs are located and natural gas is seen as a key component of clean energy supply in China.

Sino Gas & Energy Holdings Limited (ASX: SEH) was admitted to the Official List of ASX in 2009.

Disclaimer

Certain statements included in this release constitute forward looking information. This information is based upon a number of estimates and assumptions made on a reasonable basis by the Company in light of its experience, current conditions and expectations of future developments, as well as other factors that the Company believes are appropriate in the circumstances. While these estimates and assumptions are considered reasonable, they are inherently subject to business, economic, competitive, political and social uncertainties and contingencies.

Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, gas prices, exploration, acquisition, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes. Forward-looking information is no guarantee of future performance and, accordingly, investors are cautioned not to put undue reliance on forward-looking information due to the inherent uncertainty therein. Forward-looking information is made as at the date of this release and the Company disclaims any intent or obligation to update publicly such forward-looking information, whether as a result of new information, future events or results or otherwise.
