



28 November 2014

RECOVERY PROCESS UPDATE ON OUTSTANDING MONIES FROM NUGROHO SUKSMANTO AND THE MEGA COAL GROUP

Key Points:

- **US\$7,234,147 still owed to Orpheus**
- **Second round of notices issued to Mr Nugroho Suksmanto and the Mega Coal Group to pay and settle the debt to Orpheus**
- **Baker & McKenzie (Hadiputranto, Hadinoto & Partners) in Jakarta acting for Orpheus**

Orpheus Energy ("**OEG**" or the "**Company**") provides shareholders with an update on the process to recover US\$7,234,147 (the "**Debt**") owed to the Company by Mr Nugroho Suksmanto and the Mega Coal Group.

As detailed in the Rights Issue Prospectus, dated 21 November 2014, in Section 5.4, the Orpheus Board initiated action to expedite the recovery of the Debt owed by Mr Suksmanto and the Mega Coal Group on 13 and 14 November 2014, with the issuing of 17 notices to Mr Suksmanto and the Mega Coal Group for the payment of the Debt.

A second round of Notices to Mr Suksmanto were issued on 25 November 2014 and 26 November 2014. The third and final round of notices will be issued by 8 December 2014 unless Mr Suksmanto and the Mega Coal Group pay and settle the Debt to Orpheus.

Under Indonesian legal practice, three such notices must be sent prior to the commencement of any formal legal proceedings. In each of the notices, Orpheus has clearly indicated that unless the Debt is paid, Orpheus will commence legal proceedings in Indonesia against Mr Suksmanto and/or the Mega Coal Group (both civil and criminal), including but not limited to filing: (i) a petition for declaration of bankruptcy; (ii) a notice of arbitration and/or; (iii) a police report, in accordance with the prevailing laws and regulations.

Orpheus will keep shareholders updated on the debt recovery process.

For further information, please contact:

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Disclaimer – Forward looking statements

This release may contain forward-looking statements. These statements are based upon management's current expectations, estimates, projections and beliefs in regards to future events in respect to Orpheus's business, the industry in which it operates. These forward looking statements are provided as a general guide and should not be relied upon as an indication or guarantee of future performance. The bases for these statements are subjected to risk and uncertainties that might be out of control of Orpheus Energy Limited and may cause actual results to differ from the release. Orpheus Energy Limited takes no responsibility to make changes to these statements to reflect change of events or circumstances after the release.