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MIE HOLDINGS CORPORATION

MI能源控股有限公司

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 1555)

BUSINESS UPDATE

This announcement is made by MIE Holdings Corporation (“MIE” or the “Company”, together with its subsidiaries, the “Group”) on a voluntary basis. The Company hereby provides its latest business update to its shareholders and potential investors.

MIE’s subsidiary, Emir-Oil LLP, first exploration well located in the Aidai block (“Aidai-1”) yielded positive results during the initial testing phase. The Aidai block is located at the western part of the Aksaz-Dolinnoe-Emir-Kariman oilfields (“ADEK” oilfields).

The drilling of the well was completed June 2015. It reached a total depth of 5,080m and confirmed the presence of oil and gas bearing reservoirs in Triassic formation. This is the Group’s deepest well to date with drilling cost of approximately US\$10 million. A production test conducted at interval 3,704–3,766 metre, flowed oil and gas at 47 barrel per day and 790 thousand standard cubic feet per day (approximately 22.5 cubic metres per day). Logs have indicated oil and gas shows in other Triassic sandstone intervals and we will continue to test these intervals sequentially. Emir-Oil is currently studying the use of large-scale fracturing and horizontal well technology to increase the well productivity, in preparation for the development of the field.

The findings in the Triassic sandstone intervals are new proven resources in place that were not calculated in the current reserve report and is expected to be included in the coming annual reserve report. Aidai-1 successful testing results proves that the Aidai block is rich in oil and gas resources. Based on this recent find and the Company’s preliminary estimates,

the Aidai block could have gas resources in place approximating 285 billion cubic feet (approximately 8 billion cubic metres) and oil resources in place approximating 19.7 million barrels, giving the Aidai block total hydrocarbon resources in place of 67 million barrel of oil equivalent, with expected upside potential. The Company plans to further appraise the block in near future.

By order of the Board of
MIE Holdings Corporation
Mr. Zhang Ruilin
Chairman

Hong Kong, 15 June 2016

As at the date of this announcement, the Board comprises (1) the executive directors namely Mr. Zhang Ruilin, Mr. Zhao Jiangwei, Mr. Andrew Sherwood Harper and Mr. Tian Hongtao; (2) the non-executive director namely Ms. Xie Na; and (3) the independent non-executive directors namely Mr. Mei Jianping, Mr. Jeffrey Willard Miller and Mr. Guo Yanjun.