

2 December 2015



POLO RESOURCES LIMITED
("Polo" or the "Company")

POLO INVESTS IN HIBISCUS PETROLEUM

Polo Resources Limited (AIM: POL), the natural resources investment company with interests in oil and gas, gold, coal, iron ore, copper and phosphate, announces that it has accepted, through its wholly owned subsidiary Polo Investments Limited, a US\$5 million cash subscription for 90 million new ordinary shares in Hibiscus Petroleum Berhad (HIBI: MK) ("Hibiscus"), a Main Market of Bursa Malaysia Securities Berhad listed company. The holding represents a strategic 8.4 per cent stake in the enlarged fully paid capital of Hibiscus and was acquired at a price MYR0.235 per share (settled in US\$ at an agreed rate of MYR/US\$4.238), a 4.08 per cent discount to the Hibiscus closing price of MYR0.245 on 1 December 2015.

Hibiscus has a market capitalisation of approximately US\$56 million and its strategy since listing on 25 July 2011 has been to invest in a balanced portfolio of assets across the spectrum of upstream oil and gas exploration and production activities with key focus on politically stable areas. Its current development assets are located in Australia with an estimated 8.0 million barrels (MMbbls) of 2P/2C reserves/resources, however, its asset base is set for a step-jump with the anticipated completion of two recently announced strategic acquisitions.

The first, announced on 6 August 2015, is an exciting opportunity that will elevate Hibiscus to the status of an oil producer through a joint venture agreement with Ping Petroleum Limited to each acquire 50% of the entire interests of Shell UK Ltd, Shell EP Offshore Ventures Limited and Esso Exploration and Production UK Limited in the producing Anasuria Cluster ("Anasuria") oil and gas fields in the North Sea. Anasuria is currently producing at an average of over 7,000 barrels of oil per day net to Shell and Esso and has a 40.4 million stock tank barrels 2P Oil Reserves and 27.9 Billion Standard Cubic Feet 2P Gas Reserves together with potential for addition reserves through infill drilling. The acquisition remains subject to, amongst others, regulatory approvals and third party consents, including approvals from the UK government and Hibiscus shareholders and is expected to complete in Q1 2016. Consideration payable by Hibiscus amounts to US\$52.5 million of which US\$4 million has been paid.

The second is acquisition of 100 per cent of Hydra Energy Holdings Pty Ltd ("Hydra") through the issue of new Hibiscus shares as announced by Hibiscus on 9, 11 and 13 November 2015. Hydra has equity interests in seven operated Petroleum Titles located in the Carnarvon Basin, offshore North West Australia with 4 having discoveries totalling 15 - 17 MMbbls net to Hydra and on completion of this transaction, Hibiscus' net 2P / 2C Australian oil resource base would increase from 8 MMbbls to 23 - 25 MMbbls. Importantly the Hydra acquisition also involves an independent and separate US\$20M financing facility that is in the advanced stage of discussion with Global Natural Resource Investments ("GNRI"). This fund will cover existing operational commitments and also allow Hibiscus Petroleum to explore new business opportunities. The Hydra acquisition remains subject to shareholder and regulatory approvals and satisfaction of conditions precedent amongst others. Consideration will be the fair market value of Hydra as determined by an independent and competent valuer to be satisfied by the issue of new Hibiscus shares at an issue price to be determined on the date the fair market value of Hydra is determined.

With the completion of the Hydra and Anasuria acquisitions Hibiscus' global net 2P / 2C resource base would be circa 47 MMbbls.

In its 18 month period ended 30 June 2015, Hibiscus reported audited losses before taxation of MYR75.8 million (approximately £13.9 million at an average period exchange rate of MYR:£5.44) on revenues of MYR15.6 million (approximately £2.9 million) (9 months ended 31 December 2013 profit before taxation of MYR10.7 million on revenues of MYR13.3 million). At 30 June 2015 it had audited consolidated net assets of MYR511.7 million (approximately £86.4 million at MYR:£5.92). The placing shares are expected to be admitted to the Main Market of Bursa Securities on or around 9 December 2015.

Polo Resources' Executive Chairman, Datuk Michael Tang said, "Although the oil and gas industry is languishing in an environment of oversupply and low prices, Hibiscus is on track to generate positive cash flow and grow its high quality asset base. We are very excited about the prospects of our investment in Hibiscus."

Hibiscus Petroleum's Managing Director, Dr. Kenneth Pereira said, "We are truly excited by the opportunity to have Polo Resources as a strategic investor in the company. We look forward to working with Polo as we build out our business plan into 2016 and beyond."

For further details on Hibiscus, please see www.hibiscuspetroleum.com.

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About the Company

Polo Resources Limited is a natural resources investment company focused on investing in undervalued companies and projects with strong fundamentals and attractive growth prospects. For complete details on Polo, please refer to: www.poloresources.com.