KS ENERGY LIMITED
An Integrated Energy Services Hub

NOTIFICATION OF INCLUSION ON THE WATCH-LIST DUE TO THE MINIMUM TRADING PRICE ("MTP") ENTRY CRITERIA WITH EFFECT FROM 5 JUNE 2017

The Board of Directors (the "**Board**") of KS Energy Limited (the "**Company**", together with its subsidiaries, the "**Group**") wishes to announce that the Singapore Exchange Securities Trading Limited (the "**Exchange**") has notified the Company on 2 June 2017 that pursuant to Listing Rule 1311(2), the Company will be placed on the Watch-list due to the Minimum Trading Price ("MTP") Entry Criteria with effect from 5 June 2017.

The Exchange conducts half yearly reviews to identify issuers to be included on the Watch-list. Pursuant to the review by the Exchange, it was noted that the Company recorded:

(i) A volume weighted average price of less than S$0.20 over the last six (6) months; and
(ii) An average daily market capitalization of less than S$40 million over the last six (6) months.

Following the inclusion in the Watch-list, the Company must take active steps to meet the requirements of Listing Rule 1314(2) within 36 months from 5 June 2017, failing which the Exchange would delist the Company or suspend trading in the Company's shares with a view to delisting the Company. Listing Rule 1314(2) states that the Company will be assessed by the Exchange for removal from the Watch-list if it records volume-weighted average price of at least S$0.20 and an average daily market capitalisation of S$40 million or more over the last six (6) months.

As required by Rule 1313(2), the Company will have to provide quarterly updates on its financial situation, its future direction, or other material development that may have a significant impact on its financial position. The Company shall also announce immediately any material development that occurs between the quarterly updates.

The Company wishes to notify all its shareholders and business partners that the Group's business shall continue as usual and that trading in its securities will also continue unless a trading halt or suspension is effected.

BY ORDER OF THE BOARD
KS ENERGY LIMITED

Lai Kuan Loong Victor
Company Secretary

3 June 2017

For more information on KS Energy Limited, please visit our website at www.ksenergy.com.sg

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