
NOTIFICATION ON

- (A) ACQUISITION OF SHARES IN AN INDIRECT ASSOCIATED COMPANY, ATS OILFIELD SUPPLY & SERVICES SDN. BHD.**
(B) DISPOSAL OF SHARES IN AN INDIRECT SUBSIDIARY, AMSPEED PTE. LTD.
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The Board of Directors of KS Energy Limited (the "Company") wishes to announce the following:-

(A) Acquisition of shares in an indirect associated company

KS Distribution (Malaysia) Sdn. Bhd., an indirect wholly-owned subsidiary of the Company, has acquired 20% interest in a company known as ATS Oilfield Supply & Services Sdn. Bhd. ("ATSOS") for a total cash consideration of RM150,000.00 (the "Consideration"). Information relating to ATSOS is as follows:

Name of Company	: ATS Oilfield Supply & Services Sdn. Bhd.
Country of Incorporation	: Malaysia
Paid-up Capital	: RM333,314.00
Principal activities	: Agency, distributor, supplier and servicing of oil and gas Instruments.

The Consideration was arrived at on a willing buyer, willing seller basis, taking into account the net asset value of ATSOS at the time of the acquisition and was funded by internal resources.

As at 31 August 2014, the book value and net tangible asset value of ATSOS was RM400,000.00.

Following the acquisition, ATSOS has become an indirect associated company of the Company.

The acquisition is not expected to have any material impact on the net tangible asset value or earnings per share of the Company and the Group for the financial year ending 31 December 2014.

None of the Directors or substantial shareholders of the Company has any interest, directly or indirectly, in the aforesaid acquisition, save for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

(B) Disposal of shares in an indirect subsidiary

SSH Corporation Ltd., an indirect wholly-owned subsidiary of the Company, has disposed its entire 73.3% shareholding, comprising 733 shares of S\$1.00 each (the "Shares"), in the capital of Amspeed Pte. Ltd. ("Amspeed") to the minority shareholder of Amspeed, for a total cash consideration of S\$410,000.00 (the "Disposal").

Following the Disposal, Amspeed has ceased to be an indirect subsidiary of the Group.

The consideration for the Disposal was arrived at following arm's length negotiations and on a willing buyer and willing seller basis, after taking into consideration, among others, the unaudited net asset value of the Shares of Amspeed was S\$416,000.00 as at 30 September 2014.

The Disposal is not expected to have any material impact on the net tangible asset or earnings per share of the Company and the Group for the financial year ending 31 December 2014.

None of the Directors or substantial shareholders of the Company has any interest, directly or indirectly, in the aforesaid transaction, save for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

By Order of the Board
KS ENERGY LIMITED

Caroline Yeo
Company Secretary

21 October 2014

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