

MAGNUS ENERGY GROUP LTD.
(Company Registration No. 198301375M)
(Incorporated in Singapore)

**THE PROPOSED ISSUANCE AND ALLOTMENT OF NEW SHARES PURSUANT TO THE
OUTSTANDING AMOUNT CONVERSION AGREEMENT**

- RECEIPT OF THE LISTING AND QUOTATION NOTICE

1. INTRODUCTION

The board of directors (the “**Board**” or the “**Directors**”) of Magnus Energy Group Ltd. (the “**Company**”, and together with its subsidiaries, the “**Group**”) refers to the announcement made on 27 September 2017 (the “**Previous Announcement**”) in relation to the proposed issue of up to 3,000,000,000 new ordinary shares of the Company (the “**Conversion Shares**”) pursuant to the outstanding amount conversion agreement dated 27 September 2017 (the “**Outstanding Amount Conversion Agreement**”) entered into with MEG Management Sdn. Bhd. (“**MEG**”), a wholly-owned subsidiary of the Company, and Algae Farm Engineering Sdn. Bhd. (“**AFE**”).

Unless otherwise defined, all terms and references used herein shall bear the same meanings as ascribed to them in the Previous Announcement.

2. LISTING AND QUOTATION NOTICE

Further to the Previous Announcement, the Board is pleased to announce that the Company has on 20 October 2017 received the listing and quotation notice (the “**Listing and Quotation Notice**”) from the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”) for the listing and quotation of up to 3,000,000,000 Conversion Shares for the conversion of the outstanding amount of S\$3,000,000 payable by MEG to AFE, or any proportion thereof, pursuant to the terms and conditions of the Outstanding Amount Conversion Agreement. The listing and quotation of the Conversion Shares is subject to compliance with the SGX-ST's listing requirements and Shareholders' approval being obtained at the EGM to be convened.

The Conversion Shares will, when issued and allotted, rank *pari passu* in all respects with the existing Shares, save that they shall not rank for any dividends, rights, allotments, distributions or entitlements, the record date of which falls on or prior to the date of the issuance and allotment of the Conversion Shares.

It should be noted that the Listing and Quotation Notice granted by the SGX-ST is not to be taken as an indication of the merits of the Conversion Shares, the Outstanding Amount Conversion, the Company, its subsidiaries and their securities.

BY ORDER OF THE BOARD
Magnus Energy Group Ltd.

Luke Ho Khee Yong
Chief Executive Officer
22 October 2017

About Magnus Energy Group Ltd. (www.magnusenergy.com.sg)
Listed since 04 August 1999

Incorporated in 1983, SGX Catalyst Board-listed Magnus Energy Group Ltd. (“**Magnus**”) is an investment holding company with a diversified portfolio comprising oil, coal and gas assets, oil and gas equipment

distribution, renewable energy and natural resources trading, property and infrastructure development, and industrial waste water treatment.

Magnus aims to maximise shareholder value through strategic investments in profitable projects and acquisitions globally with the goal of broadening the Group's earnings base and shareholder value.

This announcement has been prepared by the Company and its contents have been reviewed by the Company's sponsor, Stamford Corporate Services Pte. Ltd. (the "Sponsor"), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the "SGX-ST"). The Sponsor has not independently verified the contents of this announcement.

The announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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