KS ENERGY LIMITED
An Integrated Energy Services Hub

DISPOSAL OF ALL SHARES HELD IN THE SHARE CAPITAL OF DUTCO TENNANT AQUA-TERRA LLC

The Board of Directors of KS Energy Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that its indirect joint venture, Aqua-Terra Supply Co. Limited ("ATS"), had on 15 January 2015 entered into a sale and purchase agreement with Dutco Tenant LLC ("DT") for the disposal of its entire 49% interest in Dutco Tennant Aqua-Terra LLC ("DTAT"), comprising 147 shares (the "Sale Shares"). The total consideration received by ATS for the Sale Shares was AED 147.00 and was arrived at on a willing-buyer-willing-seller basis taking into account, *inter alia*, the current book value of the Sale Shares. As at 31 December 2014, the unaudited net tangible liabilities of the Sale Shares were AED 8.8 million (approximately S$3.2 million).

DTAT is a 49%-owned joint venture entity of ATS, incorporated in Dubai, UAE with DT holding the remaining 51% interest, and had remained dormant since June 2013.

The disposal of the Sale Shares is not expected to have any material impact on the net tangible assets or earnings per share of the Company for the financial year ending 31 December 2015.

None of the directors or the substantial shareholders of the Company has any direct or indirect interest in the aforesaid investment, 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
23 January 2015

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

19 Jurong Port Road Singapore 619093 Tel: +65 6577 4600 Fax: +65 6577 4618
E-mail: mail@ksenergy.com.sg Website: www.ksenergy.com.sg Company Registration No: 198300104G