
**KS ENERGY GROUP DRILLING RIG “KS JAVA STAR 2” AWARDED US\$2.6
MILLION CONTRACT**

The Board of Directors (the “**Directors**”) of KS Energy Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) wishes to announce that a subsidiary of KS Drilling Pte Ltd (“**KS Drilling**”) has been awarded a contract for the *KS Java Star 2* jack-up drilling rig. The work in Vietnam is expected to commence before the end of the year. The expected value of the contract is approximately US\$2.6 million.

The contract is not expected to have any material effect on the earnings per share and net tangible assets per share of the Company for the financial year ending 31 December 2018.

None of the Directors or Substantial Shareholders of the Company has any direct or indirect interest in the aforesaid transaction, other than for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

KS Drilling, an 80.09%-owned subsidiary of the Company, is an investment holding company. The main activities of its subsidiaries are in the provision of onshore and offshore drilling services, rig management and support services, oilfield equipment ownership and leasing.

By Order of the Board
KS Energy Limited

Lai Kuan Loong Victor
Company Secretary
21 December 2018

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