

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

LITIGATION UPDATE FOR APAC COAL LIMITED

*Capitalised terms used herein shall have the definitions ascribed to them in the Company's announcement dated 25 July 2013 (the "**Previous Announcement**"), unless otherwise stated or the context otherwise requires.*

The Board of Directors (the "**Board**") of Magnus Energy Group Ltd. ("the **Company**") refers to the Previous Announcement and wishes to announce that our subsidiary APAC Coal Limited ("**APAC**") has appointed A. Setiadi Attorneys-at-Law ("**Setiadi**") to pursue APAC's claim against the Government of Indonesia via arbitration at the International Centre for Settlement of Investment Disputes ("**ICSID**").

Copies of the announcements released by APAC on 10 February 2015 and 25 March 2015 have been attached in this announcement as Appendix I and Appendix II respectively.

The above development may have a material impact upon the Group, and the Company will make further announcement(s) as and when there are material developments in relation to the aforesaid matter.

BY ORDER OF THE BOARD

Magnus Energy Group Ltd.

Luke Ho Khee Yong

Company Secretary

25 March 2015

*This announcement has been prepared by the Company and its contents have been reviewed by the Company's Continuing 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.*

This 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.

The contact person for the Sponsor is Mr Bernard Lui.

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