

NEWS RELEASE

KS ENERGY REPORTS \$3.3 MILLION NET PROFIT AFTER TAX FOR Q3 2014

- Q3 2014 revenue rose by 34.2% from Q3 2013 to \$58.5 million
- Net profit after tax totalled \$3.3 million
- Cash and cash equivalents amounted to \$82.3 million

SINGAPORE, 14 November 2014 - Main board listed KS Energy Limited ("KS Energy"), together with its subsidiaries and associated companies (the "Group"), today announced consolidated revenue of \$58.5 million and consolidated net profit after tax of \$3.3 million for the third quarter ended 30 September 2014 ("Q3 2014").

The Group's consolidated revenue rose 34.2% from \$43.6 million in Q3 2013 to \$58.5 million in Q3 2014. This was mainly due to higher contribution from its Drilling business. Consolidated net profit after tax rose from \$0.7 million in Q3 2013 to \$3.3 million in Q3 2014 with the commencement of a charter contract in Vietnam.

The result attributable to the owners of the Group slipped from a profit of \$0.2 million in Q3 2013 to a loss of \$0.6 million in Q3 2014 due to the payment of preferred dividends by a subsidiary. If not for the dividend payment, the result attributable to the owners of the Group, on a like-to-like basis, would be a profit of \$1.9 million.

The result attributable to the owners of the Group increased from a profit of \$2.5 million in the first nine months of 2013 to a profit of \$46.4 million in the first nine months of 2014.

The Group's net assets rose from \$385.2 million at the beginning of the year to \$447.1 million and net gearing rose to 0.76 from 0.52 at the beginning of the year. Cash and cash equivalents rose to \$82.3 million from \$43.2 million as at 31 December 2013.

Commenting on the Group's performance, Mr. Kris Wiluan, Chairman and CEO said: "The long term fundamentals of the oil and gas industry remain robust despite the recent slide in oil prices. We will continue to seek and develop opportunities to expand both our Drilling and Distribution businesses in Asia, where we believe economic development will continue to be strong, driving the region's energy demand."

ABOUT KS ENERGY LIMITED

A Globally Accredited and Integrated Energy Services Provider

KS Energy Limited ("KS Energy") is one of the leading integrated oilfield supply and services providers to the global oil & gas, marine and petrochemical industries. The shares of KS Energy are traded on the Main Board of the Singapore Exchange Securities Trading Limited.

The core activities of KS Energy are in the capital equipment charter and provision of drilling and rig management services, and distribution of parts and components.

Through its subsidiary KS Drilling Pte Ltd, an internationally accredited drilling and rig-management company, KS Energy is now a proven operator providing capital equipment, rig management and drilling services directly to major oil companies for their onshore and offshore exploration and production needs.

Its distribution joint venture - KS Distribution Pte Ltd represents more than 300 globally-accredited brands and distributes more than 60,000 product line items.

KS Energy's geographic reach spans South East Asia, China, the Middle East, Africa, the North Sea, the European Union and the USA. The KS Energy Group has a workforce of more than 1,200 employees across the world.

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