

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

APAC UPDATE

*Capitalised terms used herein shall have the definitions ascribed to them in the Company's announcement dated 1st July 2016 (the "**Previous Announcements**"), 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 regarding its subsidiary, APAC Coal Limited ("**APAC**") entering into a sales and purchase agreement to acquire 100% of the shares in Goyes Agri-Food Investment Limited from Sharp Year Ventures Limited (the "**Proposed Acquisition**"). The Board wishes to announce that ASX has advised APAC that due to the structure and nature of the transaction, it is unlikely that the merged group will meet ASX's requirements for admission to the official list of ASX. As a result, APAC will not proceed with the Proposed Acquisition.

Further details can be found in the copy of the announcement released by APAC on 23 February 2017, which is attached with this announcement as Appendix I.

BY ORDER OF THE BOARD

Magnus Energy Group Ltd.

Luke Ho Khee Yong
Chief Executive Officer
23 February 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.

The contact person for the Sponsor is Mr Bernard Lui.

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