
INCREASE IN ISSUED AND PAID-UP CAPITAL IN JOINT VENTURE
- PT KS DRILLING INDONESIA

The Board of Directors (the “**Board**”) of KS Energy Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) wishes to announce that PT KS Drilling Indonesia (“**PTKSDRI**”) a 49%-owned joint venture of KS Drilling Pte Ltd (“**KSDR**”), an 80.09% owned and the principal subsidiary of the Company, has increased its issued and paid-up share capital from US\$1,000,000 to US\$1,100,000 (the “**Share Capital Increase**”).

PTKSDRI is a company incorporated in the Republic of Indonesia with the remaining 51% of its issued and paid up capital owned by PT Citra Agramasinti Nusantara (“**PT CAIN**”). The Share Capital Increase is due to the issuance and allotment of an additional 100,000 ordinary shares for total consideration of US\$100,000. KSDR and PT CAIN had subscribed for 49,000 and 51,000 shares respectively at a subscription price of US\$1.00 per share.

By virtue of Mr. Kris Taenar Wiluan, the Chairman & CEO and Director of the Company, being interested in 70% of the shareholding of PT CAIN, the Share Capital Increase is therefore deemed to be an interested person transaction in accordance with Rule 904 of the Listing Manual of the Singapore Exchange Securities Trading Limited (the “**Listing Manual**”). The amount at risk from the Share Capital Increase is approximately S\$55,000 and is therefore less than S\$100,000. Accordingly, the Share Capital Increase will not require further announcement or the approval of the shareholders of the Company as exempted under Rules 905(3) and 906(2) of the Listing Manual.

Following to the Share Capital Increase, the shareholding structure remains unchanged as follows:

Shareholders of PTKSDRI	Shareholding percentage
KSDR	49%
PT CAIN	51%
Total	100%

The Share Capital Increase is not expected to have any material impact on the net tangible assets and earnings per share of the Group for the financial year ending 31 December 2020.

Other than disclosed above, none of the directors or the substantial shareholders of the Company has any direct or indirect interest in the Share Capital Increase, 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

Marilyn Tan Lay Hong
Joint Company Secretary

19 March 2020

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