KS ENERGY LIMITED
An Integrated Energy Services Hub
(Company Registration No. 198300104G)

NEWS RELEASE

KS ENERGY REPORTS HIGHER FIRST QUARTER PERFORMANCE

- Revenue increased 39.2% to $46.0 million
- Net profit after tax more than doubled to $1.2 million
- Group had cash and cash equivalents of $35.4 million

SINGAPORE, 14 May 2014 - SGX main-board listed KS Energy Limited ("KSE" or the "Group") today announced revenues of $46.0 million and net profit after tax of $1.2 million for the financial quarter ended 31 March 2014 (“1Q14").

Compared to the corresponding period last financial year, the Group's revenue rose from $33.0 million to $46.0 million due to higher revenue contribution from its Drilling segment. The Group’s net profit after tax increased by $0.7 million to $1.2 million in 1Q14.

Revenue from the Drilling segment, which accounted for about 88.1% of the Group's revenue, grew by 32.1% to $40.5 million in 1Q14 compared to $30.7 million in 1Q13, due to the commencement of contracts for assets recently deployed in Indonesia.

The Group's Engineering business generated revenues of $2.8 million compared to $0.2 million in 1Q13. Revenue from the Engineering business comprised approximately 6.1% of the Group's revenue.

The Group’s share of results from joint ventures decreased from $8.7 million in 1Q13 to $2.6 million in 1Q14 mainly due to one-time gains arising from the sale of a jointly-owned asset in 1Q13.

The Group had cash and cash equivalents amounting to $35.4 million as at 31 March 2014 compared with $43.2 million as at 31 December 2013. The Group’s net gearing of 0.56 as at 31 March 2014 was slightly higher than the net gearing of 0.52 as at 31 December 2013.

Mr Kris Wiluan, Executive Chairman and Chief Executive Officer of KS Energy said "the commencement of charter contracts from our new rigs has been instrumental in the stronger results delivered by our Drilling business in the first–quarter. As demand in the offshore drilling sector continues to grow, we have deployed more assets in South East Asia to meet the growing demand for rigs in this part of the world.”

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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