KS ENERGY LIMITED
An Integrated Energy Services Hub

NEWS RELEASE

KS ENERGY REPORTS $59.2 MILLION NET PROFIT AFTER TAX FOR Q2 2014

- Revenue rose by 44.1% to $59.8 million for Q2 2014
- Recurring profit before tax rose to $6.8 million for Q2 2014 from $3.9 million in Q2 2013
- Cash and cash equivalents amounted to $127.9 million

SINGAPORE, 14 August 2014 - Main board listed KS Energy Limited ("KS Energy"), together with its subsidiaries and associated companies (the "Group"), today announced consolidated revenue of $59.8 million and consolidated net profit after tax of $59.2 million for the second quarter ended 30 June 2014 ("2Q14").

The Group's consolidated revenue increased 44.1% to $59.8 million in 2Q14 due mainly to a higher contribution from its Drilling business. Consolidated net profit after tax rose to $59.2 million this quarter due mainly to a gain of $54.4 million arising from the disposal of plant and equipment and strong operating income. Excluding the non-recurring gain, the recurring profit before tax would have been $6.8 million in 2Q14, $2.9 million higher than in 2Q13. Net profit attributable to shareholders of the Company was $46.7 million in 2Q14.

The Group's net assets rose to $440.8 million. The Group's net gearing (net borrowings to equity) increased to 0.71. Cash and cash equivalents rose to $127.9 million as at 30 June 2014.

Commenting on the Group's performance, Mr. Kris Wiluan, Chairman and CEO said: "In the first half of 2014, our Drilling business secured charter contracts valued at over US$118 million and took delivery of a new Friede & Goldman Super M2 design jack-up drilling rig. This has strengthened our operating performance. Additionally, our Drilling business ordered the construction of a jack-up drilling rig based on the Friede & Goldman JU-2000E design. This rig is scheduled for delivery before the end of 2016 and should contribute to our future growth."

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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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