KS ENERGY LIMITED
An Integrated Energy Services Hub

(A) INTERNAL REORGANISATION OF THE SUBSIDIARIES OF KS ENERGY LIMITED (THE "INTERNAL REORGANISATION");

(B) PROPOSED PURCHASE OF S$30,000,000 FIXED RATE SECURED BONDS DUE 2020 FROM OVERSEA-CHINESE BANKING CORPORATION LIMITED BY KS ENERGY LIMITED (THE "PROPOSED KSE BOND PURCHASE"); AND

(C) PROPOSED ISSUE OF S$35,000,000 FIXED RATE UNSECURED BONDS DUE 2021 BY KS RESOURCES PTE. LTD. (THE "PROPOSED KSR BONDS ISSUANCE"),

(COLLECTIVELY, THE "PROPOSED TRANSACTIONS")

- COMPLETION

*All capitalised terms used herein shall have the definitions ascribed to them in the announcement dated 19 October 2018 (the "**Previous Announcement**"), unless otherwise stated or context otherwise requires.*

1. INTRODUCTION

1.1. The board of directors (the "**Board**" or the "**Directors**") of KS Energy Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the Previous Announcement in relation to the Internal Reorganisation, the Proposed KSE Bond Purchase and the Proposed KSR Bond Issuance.

2. COMPLETION

2.1 Further to the Previous Announcement, the Directors wish to announce that the Internal Reorganisation was completed on 7 December 2018 and the Proposed KSE Bond Purchase and the Proposed KSR Bond Issuance were completed on 10 December 2018.

2.2 As at 7 December 2018, the Internal Reorganisation to transfer all of the Company's 55.35% shareholding interest in KS Distribution to KSR has been completed. KSR holds 55.35% shareholding interest in KS Distribution.

2.3 An aggregate of S$30,000,000 in principal amount of KSE Bonds have been purchased by the Company from OCBC and an aggregate of S$35,000,000 KSR Bonds have been issued by KSR to OCBC.

3. TRADING CAUTION

Shareholders and potential investors of the Company are advised to read this announcement, the Previous Announcement, and any further announcements by the Company carefully. Shareholders of the Company are advised to refrain from taking any action in respect of their securities in the Company which may be prejudicial to their interests, and to exercise caution when dealing in the securities of the Company. In the event of any doubt, shareholders of the Company should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD
KS ENERGY LIMITED

Lai Kuan Loong Victor
Company Secretary
11 December 2018

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