

---

**USE OF PROCEEDS FROM THE NOTES ISSUE**

---

*Capitalised terms used herein shall have the definitions ascribed to them in the Company's Circular to shareholders dated 13 October 2014 and announcements dated 3 September 2014 and 11 October 2014 in respect of the Notes Issue as well as the announcements dated 26 January 2015, 22 May 2015, 20 August 2015 and 16 November 2015 (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 Announcements and wishes to announce on the use of the proceeds from the Notes Issue as follows:

<b>Notes Issue</b>	<b>S\$'000</b>	<b>Utilisation of Proceeds as at 16 November 2015</b>	<b>S\$'000</b>
Convertible Notes	35,000	<i>Investments and general corporate purposes</i>	
Notes Issued	(14,000)	Increase in stake in Midcon <sup>(1)</sup>	393
Notes Unissued	<u>21,000</u>	Amount disbursed in relation to the RCL <sup>(2)</sup>	5,000
		Physical trading of renewable energy and natural resource	2,007
		Deposit paid for investment in quoted equities <sup>(3)</sup>	1,408
		Investment in infrastructure development <sup>(4)</sup>	500
		Fixed income investment	200
		<i>General working capital</i>	
		Repayment of convertible loan	798
		General working capital	<u>3,037</u>
			<u>13,343</u>

- (1) Please refer to the announcement "Completion of Acquisition in Mid-Continent Equipment Group Pte. Ltd." dated 26 January 2015 for further information.
- (2) Please refer to the announcement "Redeemable Convertible Loan of up to S\$5,000,000" dated 22 May 2015 for further information.
- (3) Please refer to the announcement "Joint Investment with Yangtze Investment Partners Limited" dated 20 August 2015 for further information.
- (4) Please refer to the announcement "Road Project in Central Java Indonesia" dated 16 November 2015 for further information.

The above use of proceeds is in accordance with the intended use as stated in the Previous Announcements.

The Company will continue to make periodic announcements via SGXNET upon utilisation of the remaining proceeds from the Notes Issue as and when the funds are materially disbursed.

**BY ORDER OF THE BOARD**

Magnus Energy Group Ltd.

Luke Ho Khee Yong  
Chief Executive Officer  
17 November 2015

**MAGNUS ENERGY GROUP LTD.**

(Incorporated in Singapore)

(Registration No. 198301375M)

---

**USE OF PROCEEDS FROM THE NOTES ISSUE**

---

**About Magnus Energy Group Ltd. ([www.magnusenergy.com.sg](http://www.magnusenergy.com.sg))**

**Listed since 04 August 1999**

Magnus Energy Group Ltd. is listed on the Catalist Board of the Singapore Securities Exchange Trading Limited. While started its businesses as the integrated mechanical and engineering specialist, the Group swiftly added the property development, construction and related businesses into its diversified portfolio. The acquisition of a controlling stake in Mid-Continent Equipment Group Pte Ltd in April 2004 has enabled the Group to establish new business opportunities in the oil and gas as well as alternative energies industries.

The Group seeks to achieve a diversified portfolio and will selectively invest in profitable projects. This will be an ongoing process for the Group as it looks to broaden its earnings base and at the same time re-engineer itself to explore new acquisition and investment opportunities across the Asia Pacific region.

---

*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.*

*Tel: 6389 3000 Email: [bernard.lui@morganlewis.com](mailto:bernard.lui@morganlewis.com)*