
RECEIPT OF STATUTORY DEMAND FOR PAYMENT

The Board of Directors of KS Energy Limited (the “**Company**” and, together with its subsidiaries, the “**Group**”) wishes to announce that the Company and 8 subsidiaries have on 6 August 2020 received letters of demand and statutory demand dated 6 August 2020 pursuant to Section 125(2)(a) read with Section 125(1)(e) of the Insolvency, Restructuring and Dissolution Act 2018 (No. 40 of 2018) and Section 23(1)(b) of the COVID-19 (Temporary Measures) Act 2020 from Shook Lin & Bok LLP, acting on behalf of Oversea-Chinese Banking Corporation Limited (“**OCBC**”) seeking payment of USD 230,686,893.20; SGD 5,157,662.06; and SGD 5,161,942.05 outstanding as at 31 July 2020 within seven (7) days of the date of the letter (the “**Letters of Demand**”).

The Letters of Demand state that if each company fails to pay or secure or compound the outstanding amounts to the reasonable satisfaction of OCBC within six (6) months from the date of the Letters of Demand, OCBC shall be entitled to forthwith present a winding up order to be made against the Company.

With the Letters of Demand, the Company is unable to reasonably assess its financial position.

The Company is presently seeking legal advice and is engaging with OCBC to remedy the situation. Meanwhile, the Board recommends the trading of the shares of the Company be suspended with immediate effect pursuant to Listing Rule 1303(3) pending the resolution of the situation.

Shareholders and potential investors are advised to exercise caution in trading their shares. The Company will release further announcements to update on any material developments in relation to the Letters of Demand as and when appropriate. Shareholders are advised to read this announcement and any further announcements by the Company carefully. Shareholders should consult their stockbrokers, bank managers, solicitors or other professional advisors if they have any doubt about the actions they should take.

By Order of the Board
KS Energy Limited

Samuel Paul Oliver Carew-Jones
Executive Director and Chief Financial Officer

12 August 2020

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