

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

LEGAL DISPUTE INVOLVING THIRD PARTIES

*Capitalised terms used herein shall have the definitions ascribed to them in the Company's announcements dated 22 May 2015, 1 February 2016, 23 March 2016, 21 September 2016 and 31 August 2017 (the "**Previous Announcements**"), unless otherwise stated or the context otherwise requires.*

The Board of Directors (the "**Board**" or the "**Directors**") of Magnus Energy Group Ltd. ("the **Company**", and together with its subsidiaries, the "**Group**") refers to Previous Announcements and wishes to announce that the Company has received a formal notification on from PT Hanjungin on 23 May 2018 that the land which encompasses the development site in Kupang is currently subject to a dispute between third parties to which neither the Company nor PT Hanjungin is a party to this dispute. This larger parcel of 75 hectares land encompasses the 15 hectares of land that PT Hanjungin is currently developing.

The Company is currently seeking additional information on the dispute and concurrently taking legal advice and shall provide updates to our shareholders accordingly.

This may negatively affect the financial statements of the Group materially. Shareholders and potential investors should exercise caution when trading in the shares of the Company, and where in doubt as to the action they should take, they should consult their financial, tax or other professional adviser immediately.

BY ORDER OF THE BOARD

Magnus Energy Group Ltd.

Luke Ho Khee Yong
Chief Executive Officer
28 May 2018

About Magnus Energy Group Ltd. (www.magnusenergy.com.sg)

Listed since 04 August 1999

Incorporated in 1983, SGX Catalist Board-listed Magnus Energy Group Ltd. ("**Magnus**") is an investment holding company with a diversified portfolio comprising oil, coal and gas assets, oil and gas equipment distribution, renewable energy and natural resources trading, property and infrastructure development, and industrial waste water treatment.

Magnus aims to maximise shareholder value through strategic investments in profitable projects and acquisitions globally with the goal of broadening the Group's earnings base and shareholder value.

*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.

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