KS ENERGY LIMITED
An Integrated Energy Services Hub

KS ENERGY GROUP DRILLING RIG "KS MEDSTAR 1" AWARDED US$ 6 MILLION CONTRACT

The Board of Directors of KS Energy Limited (the "Company" and together with its subsidiaries, the "Group") wishes to announce that KS Drilling Egypt Inc., a subsidiary of KS Drilling Pte. Ltd. ("KS Drilling"), has been awarded a contract for the "KS Medstar 1" jack-up drilling rig. The work in Egypt is expected to commence in Q1 2017. The expected value of this contract is approximately US$ 6 million for approximately 4 months work.

The contract is not expected to have any material effect on the earnings per share and net tangible assets per share of the Company for the financial year ending 31 December 2017.

None of the Directors or Substantial Shareholders of the Company has any direct or indirect interest in the aforesaid transactions, other than for their respective interests, through their shareholdings and/or directorships, as the case may be, in the Company.

KS Drilling, an 80.09%-owned subsidiary of the Company, is an investment holding company. The main activities of its subsidiaries are in the provision of onshore and offshore drilling services, rig management and support services, oilfield equipment ownership and leasing.

By Order of the Board
KS Energy Limited

Lynn Wan Tiew Leng
Company Secretary
24 February 2017

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

19 Jurong Port Road Singapore 619093 Tel: +65 6577 4600 Fax: +65 6577 4618
E-mail: mail@ksenergy.com.sg Website: www.ksenergy.com.sg Company Registration No: 198300104G