
KS ENERGY GROUP DRILLING RIG “KS JAVA STAR” CONTRACT UPDATE

The Board of Directors of KS Energy Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refers to the announcement dated 4 April 2019 in relation to a contract for the “*KS Java Star*” jack-up drilling rig (the “**Rig**”) awarded to a consortium of PT Atlantic Oilfield Services, a subsidiary of KS Drilling Pte. Ltd. (“**KS Drilling**”) and PT Java Star Rig, a joint venture of KS Drilling (the “**Previous Announcement**”).

The Board confirms that an incident involving the Rig occurred at around 4pm, on 29 February 2020, in the Java Sea southeast of Bawean Island, whilst preparing for operations at the first location. There was a rapid penetration of the Rig’s starboard leg into the seabed during the jacking-up preloading process, after which, a well on the platform was observed to be on fire. The fire was subsequently extinguished and the platform is being monitored for any gas leak. All personnel on the Rig and the platform have been accounted for and are safe, and the Rig has been secured at a safe distance from the platform. An assessment of the damage to both the Rig and the platform has begun.

The Company is currently assessing the financial impact of the incident. The Company will make further announcements, as appropriate, to update shareholders.

By Order of the Board
KS Energy Limited

Marilyn Tan Lay Hong
Joint Company Secretary

2 March 2020

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