KS ENERGY LIMITED
An Integrated Energy Services Hub

MATERIAL VARIANCES BETWEEN UNAUDITED FINANCIAL STATEMENTS AND AUDITED FULL YEAR FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2017

The Board of Directors (the "**Board**") of KS Energy Limited (the "**Company**", together with its subsidiaries, the "**Group**") refers to the Company's Financial Statement and Dividend Announcement for the financial year ended 31 December 2017 ("**FY2017**") released by the Company on 28 February 2018 (the "**Announcement**").

Pursuant to Rule 704(6) of the Listing Manual of the Singapore Exchange Securities Trading Limited ("**SGX-ST**"), the Board wishes to announce the material variances between the audited financial statements of the Company for FY2017 ("**Audited Results**") and the Announcement, following the finalisation of the audit, as follows:

Extract from the Group Income Statement for the financial year ending 31 December 2017

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Other income	11,498	1,494	(10,004)
Administrative expenses	(18,580)	(18,580)	-
Other operating expenses	(19,537)	(9,533)	10,004
Results from operating activities	**(46,140)**	**(46,140)**	**-**

Extract from the Group Income Statement for the financial year ending 31 December 2016

	Group		
	Per Announcement	**Per Audited Results**	**Variance**
	(S$'000)	**(S$'000)**	**(S$'000)**
Other income	4,765	554	(4,211)
Administrative expenses	(19,398)	(19,398)	-
Other operating expenses	(60,592)	(56,381)	4,211
Results from operating activities	**(104,434)**	**(104,434)**	**-**

The above variances resulted from a reclassification of write-backs of impairment losses on joint ventures from "Other income" to "Other operating expenses" upon finalisation of the financial statements for FY2017 after the release of the Announcement. This reclassification does not have any impact on the profit and loss of the Group.

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KS ENERGY LIMITED
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BY ORDER OF THE BOARD
KS ENERGY LIMITED

Lai Kuan Loong Victor
Company Secretary

29 March 2018

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