KrisEnergy provides update on use of IPO proceeds

Singapore, 27 May 2014 – KrisEnergy Ltd. ("KrisEnergy" or the "Company"), an independent upstream oil and gas company, refers to the Company's initial public offering prospectus dated 12 July 2013 (the "Prospectus") and the subsequent quarterly and full-year financial results as released on SGXNET. The Company would like to provide an update on the use of proceeds from the initial public offering (the "IPO Proceeds").

Pursuant to the completion of the corporate acquisition of MP G10 (Thailand) Limited (the "Completion"), which holds the operatorship of, and a 75% working interest in G10/48 (the "Acquisition"), there has been a material utilisation of the IPO Proceeds (US$55.5 million) to fund the Acquisition. Please refer to the announcements dated 21 May 2014 and 27 May 2014 for further information on such Acquisition and Completion. The table below sets out the IPO Proceeds utilisation:

	Allocation of IPO Proceeds	**IPO Proceeds utilised as at 31 March 2014**	**IPO Proceeds utilised following the Acquisition**	**Balance of IPO Proceeds following the Acquisition**
		(US$ million)		
Tranche 1: For acquisitions (including farm-ins)	59.9	4.4	59.9	-
Tranche 2: For our planned capital expenditures, including the exploration, appraisal and development of our existing assets	111.1	59.0	71.1[(1)]	40.0
Tranche 3: For general working capital	29.5	27.1	29.5[(2)]	-
Total	**200.5**[(3)]	**90.5**	**160.5**	**40.0**

Notes:
(1) Mainly attributable to expenditures for planned drilling activities at Block 105, development costs at G11/48 and costs relating to seismic activities at the Tanjung Aru PSC.
(2) General working capital relates primarily to general and administrative expenses.
(3) Estimated net IPO Proceeds disclosed in the Prospectus was US$203.6 million and the actual net IPO Proceeds received by the Company was US$200.5 million.

The Company will continue to make periodic announcements on the use of the IPO Proceeds as and when the funds are materially disbursed.

The initial public offering of the Company was sponsored by CLSA Singapore Pte Ltd and Merrill Lynch (Singapore) Pte. Ltd. (the "**Joint Issue Managers, Global Coordinators, Bookrunners and Underwriters**"). The Joint Issue Managers, Global Coordinators, Bookrunners and Underwriters assume no responsibility for the contents of this announcement.

For Immediate Release

By order of the Board

Kelvin Tang
Joint Company Secretary

Contacts

Richard Lorentz
Director Business Development
T: +65 6838 5430
E: richard.lorentz@krisenergy.com

Tanya Pang
Head of Investor Relations & Corporate Communications
T: +65 6838 5430
E: tanya.pang@krisenergy.com

About KrisEnergy:

KrisEnergy Ltd. is an independent upstream company focused on the exploration for, and the development and production of oil and gas in Southeast Asia. Our strategy is to acquire assets in countries and basins where our technical team has expertise derived from decades of experience. Since 2009, we have built a portfolio of 18 contract areas in Bangladesh, Cambodia, Indonesia, Thailand and Vietnam, spanning the entire exploration-to-production life cycle. We operate 11 of the contract areas. Our asset portfolio provides a solid foundation from which we intend to grow our business in Southeast Asia.

KrisEnergy's shares are listed on the mainboard of the Singapore Exchange Securities Trading Ltd under the ticker SK3.

For more information, visit www.krisenergy.com