



KS ENERGY SERVICES LIMITED

(Company Registration No. 198300104G)

S\$131.6 MILLION CONCURRENT EQUITY AND CONVERTIBLE BOND OFFERING BY KS ENERGY SERVICES LIMITED

We refer to the announcements made by KS Energy Services Limited (the “**Company**”) on 23 July 2007 and 7 August 2007 in relation to:

- (a) the proposed subscription by Stark Master Fund Ltd (“**Stark Master**”) and Stark Asia Master Fund Ltd (“**Stark Asia**”) of 10,000,000 ordinary shares in the capital of the Company (the “**Placement Shares**”) at an aggregate consideration of S\$34,850,000 on the basis of S\$3.485 per Placement Share; and
- (b) the proposed subscription by Stark Master, Stark Asia and Centar Investments (Asia) Ltd (“**Centar**”) of non-listed, and freely tradable and transferable zero coupon convertible bonds (the “**Convertible Bonds**”) in a principal amount of S\$96,795,000.

The Board wishes to announce that the Company has, on 8 August 2007:

- (a) allotted and issued the Placement Shares to Stark Master and Stark Asia; and
- (b) issued the Convertible Bonds to Stark Master, Stark Asia and Centar.

The Placement Shares will be listed and quoted on the Singapore Exchange Securities Trading Limited with effect from 9.00 a.m., Friday, 10 August 2007.

BY ORDER OF THE BOARD

Lawrence Kwan
Company Secretary
8 August 2007

ABOUT KS ENERGY SERVICES LIMITED

A leading one-stop energy services provider to the global oil & gas and petrochemical industries.

Listed on SGX-SESDAQ on 6 August 1999 and upgraded to the Mainboard on 11 March 2002, KS Energy is an energy services group catering to the oil & gas and petrochemical industries around the world.

In addition to distributing more than 60,000 oil & gas, marine and tubular related products items that encompass more than three hundred global brands, the Group through a series of acquisitions in the last few years enhanced its expertise in the related services of procurement, distribution, engineering and offshore chartering to support its customers.

Over the last two decades, the Group has established very close working relationships with major oil & gas companies in the region. In leveraging its enhanced expertise as a leading one-stop supply and services provider with these long term relationships, KS Energy was able to provide higher value-added services by procuring and supplying upgraded capital assets to CNOOC Group, Maersk, Gulf Drilling International Limited and others under the service contracts it has secured since November 2003.

Headquartered in Singapore, the Group has subsidiaries and representative offices in China, Vietnam, Thailand, Qatar, UAE, USA, Indonesia and Malaysia to support its wide base of global oil & gas customers.