



KS ENERGY SERVICES LIMITED

(Company Registration No. 198300104G)

COMPLETION OF AN ACQUISITION OF A SUBSTANTIAL INTEREST IN KS ENERGY SERVICES LIMITED

THE ACQUISITION

Further to the announcements by KS Energy Services Limited (the "**Company**") on 10, 11 and 12 April 2006 on the proposed acquisition of a substantial interest in the Company (the "**Acquisition**"), the Board of Directors of the Company wishes to announce that the call and put option agreement was executed on 17 April 2006 and the Acquisition was completed on 28 April 2006.

BY ORDER OF THE BOARD

Lim Ka Bee

Company Secretary

28 April 2006

About KS Energy Services Limited ("KS Energy")

Listed on SGX-SESDAQ on 6 August 1999 and upgraded to the Mainboard on 11 March 2002, KS Energy (formerly known as KS Tech Ltd) 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 related products that encompass over 140 international 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 and Malaysia to support its wide base of global oil & gas customers.