



KS ENERGY SERVICES LIMITED

(Company Registration No. 198300104G)

KS ENERGY SECURES US\$13 MILLION LAND RIG AND DRILLING MANAGEMENT CHARTER

KS Energy Services Limited ("KS Energy") is pleased to announce that its wholly-owned subsidiary Atlantic Oilfield Services ("AOS") has received a US\$13 million Letter of Intent ("LOI") from Thani Tunisia El-Jem B.V. ("Thani") for the supply and management of KS Energy's 500 HP land rig Discoverer-II for a firm period of one year. In relation to this LOI, AOS has also received an advance payment of US\$412,500 from Thani. The Discoverer II, a new rig in KS Energy's fleet, is currently being upgraded in Dubai for mobilisation to Tunisia. KS Energy is confident of its ability to secure more contracts as demand for capital equipment and drilling services in the oil and gas industry continues to grow.

About Thani Tunisia El-Jem B.V. ("Thani")

Thani is a part of the Al-Thani Group. Headquartered in Dubai, UAE, the Al-Thani Group is a private limited company with investments in mining, oil and gas and real estate industries. In addition, the Al-Thani Group also owns oilfield assets in North Africa.

About Atlantic Oilfield Services

Operating from Dubai, AOS is a wholly-owned subsidiary of Singapore main board listed KS Energy, providing drilling and rig management services to major oil companies for their operations in the North Sea, the Mediterranean, African and the Middle East. Led by a management team whose top management each have more than 20 years experience in the oil and gas industry, AOS ranks amongst the internationally accredited drilling contractors and rig managers recognised by the international oil majors to undertake contracts in harsh environments like the North Sea.

By Order of the Board
Lawrence Kwan
Company Secretary
Date: 25 June 2008

ABOUT KS ENERGY SERVICES LIMITED

A Globally Accredited and Integrated Oil & Gas Services Provider

KS Energy Services Limited ("KS Energy") is a leading one-stop energy services provider to the global oil & gas ("O&G") and petrochemical industries. The shares of KS Energy are traded on the main board of the Singapore Exchange.

The core activities of KS Energy are in the distribution and capital equipment charter and services. For its distribution business, KS Energy ranks as one of the leading distributors of oil and gas equipment, spare parts, consumables and industrial products in the region. Together with Aqua-Terra Supply Co., Limited

("Aqua-Terra" or "ATS") and SSH Corporation Ltd ("SSH"), the KS Energy group distributes more than 60,000 oil and gas related products comprising more than 140 international brands of products.

Following the acquisition of Atlantic Oilfield Services Ltd ("AOS") in May 2007, KS Energy now has the capability to supply, as well as operate capital equipment, including on-shore and off-shore rigs. Integrating the twin capabilities of AOS and KS Energy, the group now has the ability to provide a full suite of services directly to the oil and gas companies, tendering for high value and high margin projects. Currently, KS Energy has a fleet of 20 capital assets. Headquartered in Singapore, it has a geographical reach spanning South East Asia, China, the Middle East, the North Sea, Europe and the USA.

For more information, please visit our website: www.ksenergy.com.sg