

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

COMPLETION OF PROPOSED DISPOSAL OF SOUTH-EAST ASIAN BUSINESS

*All capitalised terms used herein shall have the definitions ascribed to them in the announcement dated 10 August 2018 (the “**Announcement**”), unless otherwise stated or the context otherwise requires.*

The board of directors (the “**Board**” or the “**Directors**”) of Magnus Energy Group Ltd (the “**Company**”, together with its subsidiaries, collectively the “**Group**”) refer to the Announcement relating to the disposal of the SEA Business by its 55.89% owned subsidiary, Mid-continent Equipment Group Pte Ltd (“**Proposed Disposal**”).

The Board wishes to inform shareholders that all the Conditions Precedent have been satisfied and the Proposed Disposal was completed today.

In accordance with the terms of the Agreement, as at Completion, the first tranche consideration of US\$100,000 and second tranche consideration of US\$600,000 have been paid to Mid-Continent Equipment Group Pte Ltd.

The balance purchase price, being US\$300,000 is subject to agreed adjustments based on the difference between the agreed inventory value and the inventory valuation to be completed, will be payable within thirty (30) days from the date the inventory valuation is completed.

The Company will make a further announcement once the balance purchase price has been paid to the Vendor, Mid-Continent Equipment Group Pte Ltd.

BY ORDER OF THE BOARD

Magnus Energy Group Ltd.

Luke Ho Khee Yong
Chief Executive Officer
31 August 2018

About Magnus Energy Group Ltd. (www.magnusenergy.com.sg)

Listed since 04 August 1999

Incorporated in 1983, SGX Catalist Board-listed Magnus Energy Group Ltd. (“**Magnus**”) is an investment holding company with a diversified portfolio comprising oil, coal and gas assets, oil and gas equipment distribution, renewable energy and natural resources trading, property and infrastructure development, and industrial waste water treatment.

Magnus aims to maximise shareholder value through strategic investments in profitable projects and acquisitions globally with the goal of broadening the Group’s earnings base and shareholder value.

*This announcement has been prepared by the Company and its contents have been reviewed by the Company’s sponsor, Stamford Corporate Services Pte. Ltd. (the “**Sponsor**”), for compliance with the relevant rules of the Singapore Exchange Securities Trading Limited (the “**SGX-ST**”). The Sponsor has not independently verified the contents of this announcement.*

The announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement including the correctness of any of the statements or opinions made or reports contained in this announcement.

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