

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

UPDATE ON LEGAL PROCEEDINGS – SETTLEMENT AGREEMENT

The board of directors (the “**Board**”) of Magnus Energy Group Ltd (the “**Company**” and, together with its subsidiaries, the “**Group**”) refers to the Company’s announcements dated 25 June 2018 and 19 October 2018 in relation to the Writ issued by Mr Charles Madhavan (the “**Plaintiff**”) against the Company and filed in the State Courts of Singapore on 22 June 2018 (the “**Claim**”).

The Board wishes to announce that further to the mediation held on 8 November 2018, the Company has entered into a settlement agreement with the Plaintiff (the “**Settlement Agreement**”), pursuant to which the Company and the Plaintiff have agreed, on the terms and subject to the conditions of the Settlement Agreement, to a full and final settlement of the Claim.

The Plaintiff has agreed to file and serve a notice of discontinuance of his Claim (“**Notice of Discontinuance**”) within 7 days upon receipt of payment of the settlement sum pursuant to the Settlement Agreement, which is to be paid by the Company on or before 21 November 2018. The Company will cease to be exposed to any further liabilities in connection with the Claim once the Notice of Discontinuance has been filed and served.

The Company will make further announcements as appropriate in due course and on any other material developments as and when necessary.

BY ORDER OF THE BOARD

Magnus Energy Group Ltd.

Ong Sing Huat
Company Secretary
13 November 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.

The contact person for the Sponsor is Mr Bernard Lui.

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