

**MAGNUS ENERGY GROUP LTD.**

(Incorporated in Singapore)

(Registration No. 198301375M)

---

**ANNOUNCEMENT PURSUANT TO RULE 706A OF THE CATALIST RULES**

---

The Board of Directors ("**Board**") of Magnus Energy Group Ltd (the "**Company**" and, together with its subsidiaries, the "**Group**") refers to the general update announcement dated 30 September 2020 (the "**Previous Announcement**") and wishes to provide an update to the Previous Announcement in respect of its subsidiary, Oriental Magnus, as well as on the following transactions that occurred during the financial period ended 30 September 2020, pursuant to Rule 706A of the Singapore Exchange Securities Trading Listing Manual Section B: Rules of Catalist ("**Catalist Rules**").

*Save as otherwise defined, all capitalised terms shall have the same meaning as the Previous Announcement.*

**INCORPORATION OF SUBSIDIARIES**

(1) Oriental Magnus EPC (S) Ptd Ltd ("**Oriental Magnus**")

As set out in the Previous Announcement, the Company incorporated Oriental Magnus in Singapore on 17 July 2020. Oriental Magnus has a total issued and paid-up capital of S\$1,000 comprising of 1,000 ordinary shares and the Company is its sole shareholder.

The principal activities of Oriental Magnus are for the provision of the following services:

- (a) manufacture and repair of engines and turbines except aircraft, vehicle, cycle and marine engines;  
and
- (b) installation of industrial machinery and equipment, mechanical engineering works.

Please refer to the Previous Announcement in relation to the incorporation of Oriental Magnus for more information.

(2) Magnus Energy (SEA) Pte Ltd ("**Magnus SEA**")

As set out in the Previous Announcement, the Company incorporated Magnus SEA in Singapore on 24 July 2020. Magnus SEA has a total issued and paid-up capital of S\$1,000 comprising of 1,000 ordinary shares and the Company is its sole shareholder.

The principal activities of Oriental Magnus are for the provision of the following services:

- (a) manufacture and repair of engines and turbines except aircraft, vehicle, cycle and marine engines;  
and
- (b) installation of industrial machinery and equipment, mechanical engineering works.

Please refer to the Previous Announcement in relation to the incorporation of Magnus SEA for more information.

**MAGNUS ENERGY GROUP LTD.**

(Incorporated in Singapore)

(Registration No. 198301375M)

---

**ANNOUNCEMENT PURSUANT TO RULE 706A OF THE CATALIST RULES**

---

(3) PT Oriental Magnus Engineering Indonesia (“OMEI”)

As set out in the Previous Announcement, Oriental Magnus incorporated a 95%-owned subsidiary OMEI in Indonesia on 19 September 2020. OMEI has a total issued capital of IDR10,000,000,000 comprising 10,000 ordinary shares and its paid-up capital is IDR2,500,000,000.

The remaining 5% shareholding interest of OMEI is held by Mr. Benny Benyamin Damar, who is the Indonesian personnel employed by the Company to assist with the set up and incorporation of OMEI. This is to comply with the Indonesia law restriction that foreign investment in companies under the same business category as that of OMEI be limited to a maximum of 95%.

The principal activities of Oriental Magnus are for the provision of engineering and construction work.

Please refer to the Previous Announcement in relation to the incorporation of OMEI for more information.

**DIVESTMENT**

Oriental Magnus

On 21 September 2020, the Company transferred 500 ordinary shares in Oriental Magnus each to Magnus SEA and Oriental EPC Private Limited (“**Oriental EPC**”).

The consideration for the divestment of the shares to Oriental EPC was S\$500 and is to be fully satisfied in cash. The consideration was arrived at on a willing buyer-willing seller basis.

The transfer of the shares to the Company’s wholly-owned subsidiary, Magnus SEA, was carried out at a nominal value.

As at 30 September 2020, Oriental Magnus had a net asset value of RP34,395,952.37. Magnus SEA and Oriental EPC are currently negotiating a shareholders’ agreement in respect of Oriental Magnus, via each of their respective lawyers.

The Company will provide further updates to shareholders when there are material developments.

**BY ORDER OF THE BOARD**

Magnus Energy Group Ltd.

Charles Madhavan

Executive Director and Chief Executive Officer

11 November 2020

**MAGNUS ENERGY GROUP LTD.**

(Incorporated in Singapore)

(Registration No. 198301375M)

---

**ANNOUNCEMENT PURSUANT TO RULE 706A OF THE CATALIST RULES**

---

*This announcement has been prepared by the Company and reviewed by the Company's sponsor, Novus Corporate Finance Pte. Ltd. (the "Sponsor"), in compliance with Rule 226(2)(b) of the Singapore Exchange Securities Trading Limited (the "SGX-ST") Listing Manual Section B: Rules of Catalist.*

*This 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 Pong Chen Yih, Chief Operating Officer, at 9 Raffles Place, #17-05 Republic Plaza Tower 1, Singapore 048619, telephone (65) 6950 2188.*