

MAGNUS ENERGY GROUP LTD.

(Incorporated in Singapore)

(Registration No. 198301375M)

EXTENSION OF HEADS OF AGREEMENT WITH AREA ENERGY INC ON THE COLLABORATION FOR ENGINEERING, PROCUREMENT, INSTALLATION AND COMMISSIONING TYPE PROJECTS

Unless otherwise specified, all capitalised terms shall have the same meaning ascribed to them in the Previous Announcement (as defined below).

The Board of Directors of Magnus Energy Group Ltd (the “**Company**” and, together with its subsidiaries, the “**Group**”) refers to the announcement dated 11 June 2020 (“**Previous Announcement**”) in relation to the heads of agreement (“**HOA**”) with AREA Energy Inc (“**AEI**”) on the collaboration between the parties for their respective resources to jointly pursue the Australasian region for engineering, procurement, installation and commissioning type projects (“**Projects**”).

The Board wishes to announce that the parties of the HOA had, on 2 November 2020, entered into an agreement for the extension of time of the HOA for a further six (6) months from 2 November 2020 (the “**Extension**”) to execute the Consortium Agreement. The Extension is due to the Covid-19 situation which has made it difficult for the Company and AEI to travel to the project sites to conduct the necessary due diligence and for the workers to start work and operations safely. Both the Company and AEI are committed to ensure the safety of all workers and employees.

The Company will make further announcements to update shareholders of the Company (“**Shareholders**”) as and when there are any further material developments, in compliance with the relevant provisions of the Singapore Exchange Securities Trading Limited Listing Manual Section B: Rules of Catalist.

Shareholders and potential investors are advised to read this announcement, the Previous Announcement and any further announcements by the Company carefully. Shareholders and potential investors should also note that there is no certainty or assurance that the collaboration will be completed as it is subject to the fulfillment of the terms and conditions set out in the HOA. As such, Shareholders and potential investors are advised to exercise caution when dealing or trading in the shares of the Company. When in doubt as to the action they should take, Shareholders and potential investors should consult their stockbrokers, bank managers, solicitors, accountants or other professional advisers.

BY ORDER OF THE BOARD

Charles Madhavan
Executive Director and Chief Executive Officer
2 November 2020

*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.