

# KS Challenger I & II

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- JV with Tat Hong Holdings Ltd to charter and manage two land rigs to a China National oil company
- Profit distribution effected on 70% (KS Energy) to 30% (Tat Hong) basis
- Contract period: 2 years + 2 years renewal option
- Approx. value: US\$10.8 million
- Delivered in 4Q FY06

