

## **ALLOTMENT OF NEW SINWA SHARES IN CONNECTION WITH SINWA'S AUSTRALIAN ACQUISITIONS ("Consideration Shares")**

Further to the announcement of 16 November 2004 relating to the three separate acquisitions of the Australian businesses (Acquisitions), Sinwa has on 12 January 2005 received approval in-principle from the Singapore Exchange Securities Trading Limited (Exchange) to the listing and quotation of the Consideration Shares. The Exchange's in-principle approval is not an indication of the merits of the Acquisitions.

### **CONSIDERATION SHARES**

The aggregate consideration for the Consideration Shares pursuant to the Acquisitions is A\$649,740 worth of Sinwa new shares. Under the respective sale and purchase agreements relating to the Acquisitions, the number of Consideration Shares is determined by dividing the aggregate consideration sum of A\$649,740 by the weighted average price of the Sinwa shares transacted on the SGX-ST in the five trading days prior to the issue of such Consideration Shares. The conversion rate from A\$ to S\$ will be based on the 5-day average rate prior to the issue of such Consideration Shares.

Based on the above, 2,659,598 new shares representing the Consideration Shares will be allotted on 28<sup>th</sup> January 2005, comprising approximately 2.08% of Sinwa's enlarged share capital.

### ***About Sinwa Limited***

*With a history that dates back to the 1960s, Sinwa, a winner of EDB/Business Time's Enterprise 50 Awards in 1998, is today an established ISO 9001:2000-certified marine supply and logistics company servicing the oil and gas industry and sea-going vessels in Singapore, UAE, the PRC, [Australia](#) and Timor Leste.*

*Sinwa's core business is in the supply of a wide range of ships' stores, provisions and equipment to ships and oil rigs, as well as providing their operators and owners with shipping agency and related services, such as supply, fabrication and installation of thermal insulations to LNG and chemical tankers, heating, ventilation and air-conditioning (HVAC), contract labour supply to oil-rigs and other projects.*

### ***Financial Highlights***

*For the first nine months ended 30 September 2004, Sinwa posted a 14.0% rise in net earnings to \$4.0 million on the back of a 21.7% surge in revenue to \$49.3 million, mainly driven by the strong contribution from its Supply and Offshore businesses. Besides contributions from the Shell tanker contract, the Group's core Supply business was also buoyed by strong growth momentum in the general shipping market and its China operations in Guangzhou, Dalian and Shanghai. The Group's new subsidiary, Sinwa Offshore, is also benefiting from the current boom in shipping and offshore oil activities in the region, evident from the increased sales of deck fittings and mooring equipment.*