

Sinwa Limited

(Company Registration No.200206542H)

Proposed one for two Bonus Issue of new ordinary shares, on the basis of one (1) new ordinary share credited as fully paid for every two (2) ordinary shares held in the capital of the Sinwa Limited (fractional entitlements to be disregarded)

On 22 February 2006, the Board of Directors of Sinwa Limited (the "**Company**") announced a proposed bonus issue ("**Bonus Issue**") of new ordinary shares ("**Bonus Shares**") credited as fully paid, in the capital of the Company, on the basis of one (1) Bonus Share for every two (2) existing ordinary shares held by the shareholders of the Company on a date and time (the "**Book Closure Date**") to be determined by the Directors.

The Board of Directors of the Company is pleased to announce that the Singapore Exchange Securities Trading Limited ("**SGX-ST**") has, on 27 March 2006, given its in-principle approval ("**Listing Approval**") for the listing and quotation of the Bonus Shares.

The Listing Approval is not an indication of the merits of the Company, its securities, or the Bonus Issue.

The Company will make an announcement on the Book Closure Date in respect of the Bonus Issue shortly.

By Order of the Board
Jason Yow
Company Secretary
29 March 2006

About Sinwa Limited ("Sinwa")

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, the PRC and Australia.

Sinwa's core business is 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.