



SINWA LIMITED

(Company Registration No.: 200206542H)

Acquisition of 49% equity interest in Sinwa IMES Pty Ltd, Australia

The Board of Directors of Sinwa Limited (the "Company or "Sinwa") is pleased to announce that Sinwa SS (HK) Co. Ltd ("Sinwa HK"), a wholly owned subsidiary has acquired 49% equity interest in Sinwa IMES Pty Ltd ("Sinwa IMES"). [hereinafter referred to as the "Acquisition"]

With the Acquisition, Sinwa IMES, now becomes a wholly owned subsidiary of Sinwa.

The consideration of AUD 290,000 was arrived on a willing buyer-willing seller basis. It was funded with internal resources.

Sinwa IMES is a company incorporated in Australia. Based on the audited accounts of Sinwa IMES for the year ended 31 December 2005, the net asset value of the Acquisition is AUD 336,606.

None of the directors or substantial shareholder of the Company has any interest, direct or indirect, in the above-mentioned transaction.

BY ORDER OF THE BOARD

Yow Hon Meng
Company Secretary
Date: 4 July 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.