

SINWA LIMITED
(Company Registration No. 200206542H)
(Incorporated in Singapore)

ACQUISITION AND CHARTER OF NEW VESSEL

The Board of Directors of Sinwa Limited (the “**Company**”) wishes to announce that its wholly-owned subsidiary, Sinwa (Singapore) Pte. Ltd. (“**Sinwa Singapore**”), has entered into a Memorandum of Agreement to purchase a multi purpose Anchor Handling Tug (the “**Vessel**”) for a consideration of US\$4,350,000 in the ordinary course of business (the “**Transaction**”).

The Vessel is scheduled to be delivered by 20th October 2009.

The Group has also secured a 5 years charter contract with an Australian Offshore Group for US\$ 6.07 million commencing in the last quarter of its financial year ending 31 December 2009. The Vessel will be initially deployed in Australian territorial waters.

The Transaction is funded by internal resources and bank borrowings.

The Transaction is not expected to have any material impact on the Company's consolidated earnings and net tangible assets per share for the current financial year.

The Board of Directors believes that it will benefit the Company in the long term., in line with the Group's expansion into the offshore market.

Save for Mr Sim Yong Teng, the controlling shareholder of the Company who granted a short term bridging loan on normal commercial terms pending the Group securing the bank loan, none of the Directors or controlling shareholders or substantial shareholders of the Company has any interest, directly or indirectly, in the above transaction.

By Order of the Board
Tan Lay Ling
Executive Director