



PRESS RELEASE

For immediate release

SINWA POST STERLING RESULTS

**Full-Year Net Profit of \$15.0 million – up record 59.4%
Net Asset Value per share at 31.39cents – up 26.1%
Proposed Dividend of 0.8 cent per share**

Singapore, 11 February 2010 – Mainboard-listed and Asia Pacific's leading marine supply and logistics company Sinwa Limited ("Sinwa" or "the Group"), today announced a 59.4 per cent jump in full-year net profit to \$15.0 million for the financial year ended 31 December 2009 ("FY2009"), compared to \$9.4 million for the corresponding period last year ("FY2008").

The Group generated a gross profit of \$38.5 million in FY2009, up 4.9 per cent year-on-year from \$36.7 million in FY2008.

The Group recorded a full-year revenue of \$128.4 million for FY2009 compared with \$131.3 million for FY2008. The decrease was mainly due to a drop in the marine supply business in Singapore which was offset by an increase in vessel charter revenue. Despite the decrease in revenue, the Group increased its net profit mainly because of better cost management in the marine supply business and higher profit from its vessel chartering business of \$2.6 million.

On a fully diluted basis, the Group's earnings per ordinary share increased from 4.24 cents for FY2008 to 6.76 cents for FY2009. As at 31 December 2009, the Group's net asset value per ordinary share stood at 31.39 cents, compared to 24.89 cents as at 31 December 2008.

The Directors have recommended a first and final dividend of 0.80 cent per ordinary share which, if approved at the next Annual General Meeting, will be paid to shareholders on a date to be announced later.

Commenting on the full-year financial performance, Mr Mike Sim, Executive Chairman and Chief Executive Officer of Sinwa, said: "Despite the downturn in the global shipping industry, we managed to record strong earnings for the full financial year. As a result, the Group's profit attributable to shareholders increased by 59.4 per cent, which is a new record in the history of the Company."

"Our strategy to diversify into the offshore chartering business has certainly paid off. We are optimistic that the marine supply business will contribute more to the Group as the shipping industry recovers," he added.

Business Prospects

The Group's operations in Australia continued to improve and contributed to both top and bottom lines. This was helped by their buoyant offshore industry in Australia. The Group has moved into its new office and warehouse complex in Perth while its office and warehouse complex, currently under construction in Karratha, will be completed in 2Q FY2010. These new, larger and more efficient facilities will enable the Group to develop and diversify in the search of future businesses.

In China, Sinwa continues to offer its marine supply and logistics services via appointed third-party licensees. The number of licensees remained constant at 6 throughout FY2009. Sinwa expects growth to continue in FY2010.

The current slowdown in the global shipping industry has affected the marine supply business at its Singapore operations. With the gradual global economic recovery staying on track, the Group is cautiously optimistic that revenue in this segment will improve in FY2010.

Barring any unforeseen circumstances, the Directors expect FY2010 to be profitable.

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About Sinwa Limited ("Sinwa")

Sinwa Limited ("Sinwa") was listed on the SGX-ST Dealing and Automated Quotation System (the "SGX SESDAQ") in February 2003. In April 2005, Sinwa was upgraded to the Main Board of the Singapore Exchange.

Sinwa is Asia-Pacific's leading marine supply and logistics company servicing the offshore and general marine industry. The Group's main operations and head office are in Singapore, with subsidiaries and offices in Australia and China.

Founded in the 1960s, Sinwa's core business includes the supply of a wide range of ships' heavy deck and engine equipment, ships' spares, general hardware and provisions to the offshore and general maritime industry, and providing a full and comprehensive range of shipping agency, logistics, warehousing and related support services. In 2006, Sinwa diversified into the oil and gas industry and has since formed joint ventures to acquire a lift boat, a seismic vessel and an accommodation barge. The Group also owns an anchor handling tug, which was acquired in October 2009.

For more information, please visit www.sinwaglobal.com

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