

SINWA LIMITED
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Company Registration No: 200206542H



SGX/MEDIA RELEASE – FOR IMMEDIATE RELEASE

Sinwa to raise up to S\$15.34 million through Rights Issue

- **Up to 111,155,932 new Rights Shares at an issue price of S\$0.138 per share on the basis of 1 Rights Share for every 2 existing ordinary shares**
- **Additional funds for further growth opportunities, supporting working capital requirements and enlarging Sinwa's capital base**

Singapore, 11 August 2010 – Listed on the SGX Mainboard and Asia Pacific's leading marine supply and logistics player, **Sinwa Limited** ("Sinwa" or "the Group"), announced that it proposes to undertake a renounceable non-underwritten rights issue (the "Rights Issue") to raise gross proceeds of approximately S\$15.34 million, assuming full subscription.

Up to 111,155,932 Rights Share will be offered at an issue price of S\$0.138 per share on the basis of 1 Rights Share for every 2 existing ordinary shares in Sinwa. This will represent 50% of Sinwa's existing issued and paid-up share capital of 222,311,865 shares as at the date of this announcement. The issue price is at a discount of 54% to Sinwa's closing share price of S\$0.30 on 10 August 2010 (being the last trading day preceding the date of this announcement).

"With this capital raising, we would be looking at further growth via M&A and also explore opportunities to add on more vessels in our chartering fleet. Also, the funds raised would ease the working capital requirements, increase our capital base and the Rights Shares would help improve the liquidity of shares traded in the market."

Mr Mike Sim, Executive Chairman and CEO of Sinwa

Mr Mike Sim, Executive Chairman/CEO and his investment company Evenstar Investments, the majority shareholders of Sinwa (together owning an aggregate of 43.44% of the existing share capital), intend to undertake to subscribe for their full allocation of the Rights Shares

Please note that the Rights Issue is subjected to, *inter alia*:

- a) the approval in-principle of the SGX-ST for the listing and quotation of the Rights Shares on the SGX-ST; and
- b) the lodgement of the Offer Information Statement in respect of the Rights Issue with the Monetary Authority of Singapore.

Sinwa will be submitting its application to SGX-ST for the listing and quotation of the Rights Shares on SGX-Mainboard in due course.

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ABOUT SINWA LIMITED (Bloomberg Ticker: SKS SP)

Sinwa Limited was listed on the SGX SESDAQ in February 2003 and was upgraded to the Main Board of the Singapore Exchange in April 2005.

Sinwa is Asia-Pacific's leading marine supply and logistics company servicing the offshore and general marine industry. Sinwa'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 and acquired a lift boat and a seismic vessel. The Group also owns an anchor handling tug, which was acquired in October 2009.

For more information, please visit www.sinwaglobal.com

Issued for and on behalf of Sinwa Limited

By Financial PR Pte Ltd

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