



Aqua-Terra Supply Co. Limited

2 Sixth Lok Yang Road
Singapore 628100
Tel: (65) 6319 4666 Fax: (65) 6268 4455
<http://www.aqua-terra.com/>

NEWS RELEASE

Aqua-Terra secures S\$30 million contract to supply rig components for the construction of a 350-foot jack-up rig in China

- Contract to be fulfilled from 2H FY2008 to 1H FY2009
- Contract to bring material financial contributions in FY2008 and FY2009

SINGAPORE, 8 August 2007 – Mainboard listed Aqua-Terra Supply Co., Ltd (“ATS” or “Aqua-Terra” or the “Group”) today announced that it has secured about SGD30 million (approx. US\$20 million) contract to supply pre-fabricated chord and rack and other rig components for the construction of a 350-foot jack-up rig.

This contract will be fulfilled by Aqua-Terra Oilfield Equipment & Services Pte Ltd (“ATOES”), a wholly-owned subsidiary of ATS. Under the terms of the contract, ATOES is required to provide integrated procurement and project management services to an established shipyard from China which is constructing the 350-foot jack-up rig. Delivery under this contract will commence from the second half of FY2008 with completion targeted by the first half of FY2009. This contract will have a positive material impact on the financial performance of the Group in FY2008 and FY2009.

“The growing oil and gas industry in China will release increasing opportunities for ATS,” says Mr. Kris Wiluan, Chairman and CEO of ATS when commenting on the contract, “with the integrated capabilities of the KS Energy Group we are well positioned to provide a broad spectrum of services to support the growth of this industry in China and the region.”

ATS is an integrated provider of consumable products and services to both the oil and gas and marine industries. The Group has a well established footprint in China which was further enhanced with the purchase of a 75% equity interest in Raymond Supply Co. Ltd in Hong Kong, a company with a good track record with customers from the oil and gas industry in China. As part of the enlarged KS Energy Group, ATS is well positioned to tap into new windows of opportunities from within the network. Headquartered in Singapore, ATS Group has offices located in China, Vietnam and Qatar.

About Aqua-Terra Supply Co. Ltd (“ATS”)

ATS is a leading integrated supply and procurement services provider serving customers from the oil and gas and marine industries. Headquartered in Singapore, ATS has offices in China, Vietnam, and Qatar.

For more information, please visit our website at: www.aqua-terra.com

For enquiry, please contact:

Tan Peck Hwa
Asia Business Channels Pte Ltd
Tel: 6749 8871 / 9635 4996
email: tphcomms@singnet.com.sg