INCREASE OF SHAREHOLDING IN SUBSIDIARY

The Board of Directors of Aqua-Terra Supply Co. Limited (the “Company” and together with its subsidiaries, the “Group”) would like to announce that the wholly-owned subsidiary of the Company, Marinehub Pte. Ltd. (‘Marinehub’), has increased its shareholding in Oceanic Offshore Engineering Pte. Ltd. (‘Oceanic Offshore’) by subscribing for an additional 720,000 ordinary shares in the share capital of Oceanic Offshore at a subscription price of S$1.00 per ordinary share.

Following the aforesaid subscription, Oceanic Offshore remains an 80%-owned subsidiary of the Group.

The above transaction is funded by internal resources and is not expected to have any material impact on the net tangible assets and earnings per share of the Company and the Group for the financial year ending 31 December 2008.

None of the Directors or the controlling shareholders of the Company has any interest, direct or indirect, in the above transaction.

BY ORDER OF THE BOARD
AQUA-TERRA SUPPLY CO. LIMITED

Eng Chiaw Koon
Managing Director

2 October 2008