

PAN ASIAN WATER SOLUTIONS LIMITED

(Incorporated in the Republic of Singapore)
(Company Registration Number: 197902790N)

PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE – NOTICE OF BOOKS CLOSURE DATE

The Board of Directors (the “**Directors**”) of Pan Asian Water Solutions Limited (the “**Company**”) refers to the announcements dated 22 October 2010 and 24 November 2010 relating to the Rights Issue (the “**Announcements**”). Unless otherwise defined herein, all capitalised terms used herein shall bear the meanings ascribed to them in the Announcements. Any reference to a time of day herein shall be a reference to Singapore time unless otherwise stated.

NOTICE OF BOOKS CLOSURE

NOTICE IS HEREBY GIVEN that the Register of Members and Share Transfer Books of the Company will be closed at 5.00 p.m. on 15 December 2010 (the “**Books Closure Date**”) for the purpose of determining the provisional allotments of Rights Shares with Warrants to Shareholders of the Company whose registered addresses with The Central Depository (Pte) Limited (“**CDP**”) or the Company, as the case may be, as at the Books Closure Date are in Singapore or who have, at least five (5) market days prior to the Books Closure Date, provided CDP or the Company, as the case may be, addresses in Singapore for the service of notices and documents (“**Entitled Shareholders**”).

ELIGIBILITY OF SHAREHOLDERS TO PARTICIPATE IN THE RIGHTS ISSUE

Entitled Depositors

Entitled Shareholders whose securities accounts with CDP are credited with Shares as at 5.00 p.m. on the Books Closure Date will be provisionally allotted the Rights Shares with Warrants under the Rights Issue on the basis of the number of Shares standing to the credit of their securities accounts with CDP as at 5.00 p.m. on the Books Closure Date. Fractional entitlements of the Rights Shares with Warrants will be disregarded.

Entitled Scripholders

Entitled Shareholders whose names appear in the Register of Members of the Company as at 5.00 p.m. on the Books Closure Date will be provisionally allotted Rights Shares with Warrants under the Rights Issue on the basis of the number of Shares held by them as stated in the Register of Members as at 5.00 p.m. on the Books Closure Date. Fractional entitlements of the Rights Shares with Warrants will be disregarded.

Duly completed and stamped transfers in respect of Shares not registered in the name of CDP together with all relevant documents of title received up to the close of business at 5.00 p.m. on the Books Closure Date by the Company’s share registrar, Boardroom Corporate & Advisory Services Pte. Ltd. (the “**Share Registrar**”) will, subject to the Articles of Association of the Company, be registered to determine the provisional allotments of the Rights Shares with Warrant of the Entitled Shareholders under the Rights Issue.

Foreign Shareholders

For practical reasons and in order to avoid any violation of the securities legislation applicable in countries other than Singapore, the Rights Shares with Warrants will **NOT** be provisionally allotted to Shareholders with registered addresses outside Singapore as at the Books Closure Date and who have not, at least five (5) market days prior to the Books Closure Date, provided to CDP or the Company, as the case may be, addresses in Singapore for the service of notices and documents (“**Foreign Shareholders**”).

Foreign Shareholders who wish to be eligible to participate in the Rights Issue may provide an address in Singapore for the service of notices and documents by notifying in writing, as the case may be, (i) CDP, at 4 Shenton Way #02-01, SGX Centre 2, Singapore 068807, or (ii) the Company c/o the Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., at 50 Raffles Place #32-01 Singapore Land Tower, Singapore 048623, not later than five (5) market days prior to the Books Closure Date.

If it is practicable to do so, arrangements may, at the absolute discretion of the Company, be made for the provisional allotments of Rights Shares with Warrants which would otherwise have been provisionally allotted to Foreign Shareholders to be sold "nil-paid" on Catalist as soon as practicable after dealings in the provisional allotments of Rights Shares with Warrants commence and the net proceeds arising therefrom to be dealt with in accordance with the terms set out in the Offer Information Statement to be issued and lodged with the Singapore Exchange Securities Trading Limited, acting as agent on behalf of the Monetary Authority of Singapore, and despatched to Entitled Shareholders in due course.

By Order of the Board of Directors
Pan Asian Water Solutions Limited

Richard Koh Chye Heng
Executive Chairman
3 December 2010

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGXST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, telephone (65) 6854 6160.