

PAN ASIAN WATER SOLUTIONS LTD
(Incorporated in Singapore)
(Registration No. 197902790N)

**COMPLETION OF DIVESTMENT OF SHARES IN TEACLY (S) PTE. LTD. (CO.NO.
198202210Z) ('Teacly')**

The Board of Directors of Pan Asian Water Solutions Ltd. (the "Company") is pleased to announce that it has on 28 May 2009 completed the divestment of its 1,738,000 issued and fully paid-up ordinary shares in Teacly (amounting to 51% of the issued shares of Teacly), to Koh Tiam Teng (NRIC No. S1128731Z) ("Mr. Koh") for an aggregate cash consideration of S\$784,336.65.

By Order of the Board
PAN ASIAN WATER SOLUTIONS LTD

Richard Koh Chye Heng
Executive Chairman

28th May 2009