

PAN ASIAN WATER SOLUTIONS LIMITED
Registration No. 197902790N

INCREASE IN INVESTMENT IN PA WATERTECH PTE. LTD.

The Board of Directors of Pan Asian Water Solutions Limited (the "Company") wishes to announce that the Company has increased its investment in PA Watertech Pte. Ltd. ("PA Watertech"), its wholly owned subsidiary, by subscribing for 450,000 ordinary shares at a total consideration of S\$450,000.00 thereby increasing the issued and paid up capital of PA Watertech from S\$375,000.00 to S\$825,000.00.

Subsequent to the above subscription, PA Watertech remains a wholly owned subsidiary of the Company.

The above investment was funded through internal resources and is not expected to have any material impact on the earnings per share and the net tangible assets per share of the Company for the most recently completed financial year.

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

BY ORDER OF THE BOARD
Richard Koh Chye Heng
Executive Chairman of PAWSL
29 April 2009