

PAN ASIAN WATER SOLUTIONS LIMITED
Registration No. 197902790N

INCREASE IN ISSUED AND PAID UP CAPITAL OF WHOLLY-OWNED SUBSIDIARY, DUVALCO VALVES & FITTINGS 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 its wholly-owned subsidiary, Duvalco Valves & Fittings Pte. Ltd., ("Duvalco Valves & Fittings"), by subscribing for 900,000 ordinary shares in Duvalco Valves & Fittings for a total consideration of S\$900,000, thereby increasing the issued and paid up capital of Duvalco Valves & Fittings from S\$100,000 to S\$1,000,000.

Subsequent to the above subscription, Duvalco Valves & Fittings 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.

BY ORDER OF THE BOARD
Richard Koh Chye Heng
Executive Chairman of PAWSL
18 November 2009

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 SGX-ST. 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.

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