

08/05/2009

**EXECUTION OF A MEMORANDUM OF UNDERSTANDING BETWEEN UMW PETROPIPE (L) LTD
AND SWG OFFSHORE INTERNATIONAL PTE LTD**

Further to our announcement on 11th February 2009 in respect of the execution of a Memorandum of Understanding ("MOU") between UMW Petropipe (L) Ltd ("UMW Petropipe"), a wholly-owned subsidiary of the Company and SWG Offshore International Pte Ltd ("SWG") to collaborate in providing project management and engineering and installation services involving Subsea Umbilicals, Risers and Flowlines ("SURF"), subsea structures, Floating Production Storage and Offloading ("FPSOs"), mooring systems pipelines and jackets & topsides, we wish to announce that UMW Petropipe and SWG have mutually agreed to extend the MOU, which is expiring on 10th May 2009, for a period of three (3) months expiring 10th August 2009, for the parties to reach a consensus relating to the collaboration.

A detailed announcement will be made at the appropriate time, if and when firm agreements are concluded between the parties.

cc - Securities Commission
(Issues & Investment Division)