

10/08/2009

EXECUTION OF A HEADS OF AGREEMENT BETWEEN UMW PETROPIPE (L) LTD AND SWG HOLDINGS PTY LTD

We refer to our announcements dated 11th February 2009 and 8th May 2009 in respect of the following -

1) 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 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, and

2) Subsequent extension of the MOU for a period of three (3) months expiring 10th August 2009.

UMW wishes to announce that UMW Petropipe has today entered into a Heads of Agreement ("HOA") with SWG Holdings (2005) Pty Ltd ("SWG Holdings") for the establishment of a joint venture to provide installation and construction services to the offshore Oil & Gas sector in South East Asia.

SWG Holdings is a company incorporated under the laws of Australia and a wholly-owned subsidiary of Programmed Maintenance Services Limited, a company listed on the Australian Stock Exchange. SWG Offshore International Pte Ltd is a wholly-owned subsidiary of SWG International Holdings Pte Ltd, which is in turn a wholly-owned subsidiary of SWG Holdings.

Pursuant to the HOA, UMW Petropipe and SWG Holdings will enter into various definitive agreements to give effect to the joint venture within twenty (20) working days from the date of the HOA, failing which, the HOA will lapse, unless the parties mutually agree to extend the validity period of the HOA.

None of the Directors or major shareholders of UMW and/or persons connected with the Directors and/or major shareholders, has any interest, direct or indirect, in the above-mentioned transaction.

cc - Securities Commission
(Issues & Investment Division)