

Press Release

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CHEMOIL CONSOLIDATES POSITION AS THE LEADING MARINE FUEL SUPPLIER IN PANAMA WITH NEW STORAGE TERMINAL

Storage capacity to reach 245,000 metric tonnes (1.56 million barrels)

Pier capable of berthing tankers up to 110,000 dwt

Singapore, 1 October 2007 . SGX Mainboard-listed Chemoil (SGX-ST:CHEL.SI), one of the world's leading integrated physical suppliers of marine fuel products, today announced plans to build a new storage terminal in the bunkering hub of Cristobal, Panama. When finished the terminal is anticipated to have a total capacity of approximately 245,000 metric tonnes. Construction will take two years and will also include a marine pier capable of berthing Aframax vessels and up to four bunker barges. This project underscores Chemoil's commitment to securing its position as the leading supplier of marine fuel in Panama and also complements the Panama Canal Expansion project which commenced construction at the beginning of September.

The new terminal will greatly increase Chemoil's storage capacity in Cristobal from a leased capacity of 65,000 metric tonnes to an owned facility of 245,000 metric tonnes whilst simultaneously eliminating high leasing costs. Every effort has been made to design a terminal with maximum operational flexibility, including a pier that has been designed to accommodate tankers of up to 110,000 deadweight tonnes (dwt) and four bunker barges at one time. This will allow Chemoil to substantially increase its bunkering and cargo sales while reducing per unit operating costs.

At first, the new facility will be dedicated to marine fuel storage; however, it will also be capable of storing clean fuels, such as gasoline and diesel, for the growing Panamanian domestic market. The terminal will be built on ten hectares of land leased from the Panama Ports Company (a subsidiary of Hutchinson Port Holdings).

Robert V. Chandran, Executive Chairman and Chief Executive Officer, Chemoil commented: "Storage in Panama has always been very expensive. This move not only allows for considerable cost savings but

will also allow us to increase our sales volumes. We continue to follow our strategy of acquiring strategic assets and extracting margins at every step of the marine fuel supply chain. In conjunction with this, our focus remains on continuing to meet our customers' demands by providing a world-class service when and where they need it on a global basis. And naturally by reducing our operating costs we aim to secure new customers by offering more competitive prices relevant to other independent fuel suppliers.

Keith Richardson, Managing Director, Chemoil Latin America, Panama, added: "This project will consolidate Chemoil's market leading position within Panama, by adding state of the art infrastructure to the local maritime sector. It shows our firm and long term commitment to the country of Panama, and its significance and standing as one of the world's key marine and bunkering centres. As Panama works to increase its profile as a major bunkering hub in the global market we are committed to leading best practice in the region and meeting the future needs of the maritime industry here in Panama."

The exciting development within Panama follows Chemoil's recent expansion into the marine fuel supply in the Gulf of Mexico; the first provider of supply services in this area for more than five years. This is also operated by Chemoil Latin America.

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About Chemoil

As the marine fuel industry's leading physical supplier, Chemoil delivers energy through controlling key stages of the marine fuel supply chain to provide exceptional value to its customers and to maximise profitability. The company has a global presence with integrated operations in Los Angeles, New York, Houston, Singapore, Panama and the ARA region (Antwerp, Rotterdam and Amsterdam). Chemoil owns or leases strategic assets including terminal capacity for fuel storage and blending, and barging facilities for marine fuel delivery. It continues to expand its presence within all major marine fuel markets to provide customers with a consistent, flexible and reliable service that meets their needs globally. In 2006 Chemoil delivered over 13 million tons of fuel. The company employs over 200 staff in various offices in the United States, Singapore, Panama, Netherlands, Monaco and India. Established in 1981, Chemoil is committed to finding innovative means to offer products that protect the environment and sustain business continuity. Chemoil was listed on the Main Board of Singapore Exchange Securities Trading Limited (SGX-ST) on December 14, 2006. More information on Chemoil is available at www.chemoil.com.

Forward Looking Statements

This press release may contain forward looking statements relating to Chemoil's performance that are based on management's current expectations, estimates and projections about the oil, chemicals and other energy-related industries. Actual future performance, outcomes and results may differ materially from those expressed in forward looking statements as a result of a number of risks, uncertainties, assumptions and other factors, some of which are beyond Chemoil's control and are difficult to predict. You are cautioned not to place undue reliance on these forward looking statements, which speak only as of the date of this press release. Unless legally required, Chemoil undertakes no obligation to update publicly any forward looking statements, whether as a result of new information, future events or otherwise.

Representative examples of other factors that may impact the forward looking statements include (without limitation) general industry, international economic and political conditions, crude oil prices, refining margins, competition from other companies, the competitiveness of alternate energy sources or product substitutes, shifts in customer demands, customers and partners, changes in operating expenses, including all other unpredictable or unknown factors not discussed in this press release, which could also have material adverse effects on forward looking statements contained in this release as well as other statements made by Chemoil.

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Footnote

The initial public offering of the Company's shares was sponsored by J.P. Morgan (S.E.A.) Limited and UBS AG, acting through its business group, UBS Investment Bank.