

## Press Release

For Immediate Distribution

### **CHEMOIL DEDICATES ANOTHER NEW BARGE TO LOW SULPHUR FUEL SUPPLY**

***Further strengthening its physical asset infrastructure and enhancing its position as a leading  
LSFO supplier in Rotterdam***

**Singapore, 13<sup>th</sup> July 2007** – SGX Mainboard-listed Chemoil (SGX-ST: CHEL.SI), one of the world's largest independent and integrated physical supplier of marine fuel products, today announced that Chemoil Europe BV has time chartered a second barge for dedicated low sulphur fuel oil (LSFO) supply in Rotterdam due to growing demand for the product. This supports Chemoil's continued strategy to position itself at the forefront of changing fuel supply needs, particularly in terms of LSFO demand from customers. It also reinforces the company's continued focus on controlling key stages of the supply chain to enhance operational efficiency, increase volumes and optimize both customer and shareholder value.

Demand for LSFO is intensifying as ship operators prepare to meet imminent Sulphur Emission Control Area (SECA) regulations that will cap the sulphur content of fuels used in the North Sea at 1.5% later this year. With a capacity of 4,100 metric tonnes (mt), the double-hulled barge named *Conquest* is potentially the largest vessel in the ARA region to be used for the exclusive supply of LSFO. Built in 2005, *Conquest* will be operational immediately and primarily deployed in Rotterdam where demand for the fuel is highest. This further strengthens Chemoil's position as a leading provider of the product by enhancing its ability to reliably service the rising trend for high volume LSFO deliveries.

Adrian Tolson, Chemoil Vice President, Sales and Marketing commented: "The company has been well-positioned to meet changing needs within the region for some time, particularly as we were among the first marine fuel providers to offer a dedicated barge for LSFO supply in response to the 2006 Baltic SECA. As we continue to stay at the forefront of changing market dynamics, the decision to time charter *Conquest* complements the other LSFO-dedicated barge, the 1,200mt *Zeelandia*. This will enable us to better service demand for both large and small quantities of LSFO. Developing

our asset infrastructure also provides us with greater control over supply, which means that despite rising demand, we can deliver LSFO flexibly and reliably.

Chris Stoddard, Managing Director, Chemoil Europe BV added: “In addition to providing customers with greater physical access to both high sulphur fuel oil (HSFO) and LSFO supply, the capacity and fast pumping capabilities (1000cbm/hour) of the vessel will mean that operators can receive large quantities of both fuels in two separate loads within very short time frames. This provides greater operational efficiencies for our customers, avoids terminal congestion, whilst enabling Chemoil to increase sales volumes. Furthermore, our commitment to only supplying LSFO from dedicated barges combined with our experience in creating LSFO to specific requirements means that we can assure that fuel is consistently of a high quality.”

Chemoil will continue to monitor environmental and legislative issues that influence fuel supply requirements globally. It has extensive experience in developing its cleaner fuel offering in both the ARA region and in the US, applying a progressive strategy to combine the development of its physical asset infrastructure with an innovative approach to meeting emerging fuel supply requirements. This includes the Helios terminal on Singapore’s Jurong Island that will have capacity for LSFO should demand increase, and also a recent application to increase clean fuel storage capacity in Long Beach, California.

Tolson concluded: “As Chemoil continues to experience increased demand for LSFO, it is evident that ship operators are beginning to understand the implications of the forthcoming SECA. There is a growing awareness that failure to comply with these regulations would not only have legal and financial implications, but it could also seriously compromise an operator’s reputation. As a leading provider of marine fuel, Chemoil has the capabilities to enable our customers to prepare and respond to these changes so that they can achieve compliance with minimum operational impact.”

**ENDS**

## About Chemoil

Chemoil is one of the world's largest and leading integrated physical suppliers of marine fuel products, delivering over 13 million tons of fuel in 2006. 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). It owns or leases strategic assets including terminal capacity for fuel storage and blending, and barging facilities for marine fuel delivery. Chemoil employs over 200 staff in various offices in the United States, Singapore, Panama, Netherlands, Monaco and India. It participates in all key stages of the marine fuel supply chain, as well as markets and sells jet fuel, unbranded gasoline and diesel fuel. 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](http://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.