

Press Release

For Immediate Release

CHEMOIL POSTS PROFIT FOR 2Q2010

- **Net Profit of US\$3.2 million for the 2nd Quarter 2010**
- **8.1% volume growth in 2nd Quarter and 4.1% in 1st Half 2010**
- **2nd Quarter GCMT increased to US\$5.00 per MT vs. US\$1.74 in 1st Quarter 2010**

	Apr - Jun 2010	Apr - Jun 2009	% Increase / (Decrease)	Jan - Mar 2010	% Increase / (Decrease Q2 10 vs. Q1 10)	Jan - Jun 2010	Jan - Jun 2009	% Increase / (Decrease)
Revenue – US\$ million	1,855.9	1,293.8	43	1,748.4	6	3,604.3	2,275.3	58
Sales Volume – MTs million	4.0	3.7	8	3.7	8	7.7	7.4	4
Retail Sales Volume – MTs million	2.3	2.2	5	2.5	(8)	4.9	4.4	11
Profit (Loss) attributable to equity holders – US\$ million	3.2	12.2	(74)	(13.5)	N/M	(10.3)	21.1	N/M
Gross Contribution per MT – US\$	5.0	11.6	(57)	1.74	N/M	3.4	10.2	(67)

Singapore, August 11, 2010 – SGX mainboard-listed Chemoil (SGX-ST: CHEL.SI), one of the world’s leading suppliers of marine fuel, today announced a net profit attributable to equity holders of US\$3.2 million for the second quarter of 2010 (2Q2010). The Group’s gross contribution per metric ton (GCMT) improved to US\$5 per metric ton for 2Q2010 from US\$1.74 per metric ton in 1Q2010.

Chemoil’s sales volumes increased by 8% to 4 million metric tons for 2Q2010, which translates into an increase of 4% to 7.7 million metric tons for 1H2010. Retail volume registered an increase of 5% to 2.3 million metric tons for 2Q2010 and by 11% to 4.9 million metric tons for 1H2010.

Chemoil’s Chairman and CEO, Mr Mike Bandy, commented: “While most of our market segments have generally experienced improved performance this quarter, we are still facing pressures on our wholesale-retail margin spreads which continue to remain at reduced levels in several strategic locations.”

“Despite the difficult economic conditions, there are signs of gradual improvement in certain ports on our footprint. Our retail marine fuel sales improved in Asia and select ports in the Americas, and we also recorded a rise in cargo and ex-wharf sales volumes leading to an improved GCMT of US\$5 per MT. Our management is continuously seeking opportunities to strengthen the profitable segments of the business and optimize under-performing operations through efficiency improvements in order to deliver sustained profitability.”

Chemoil's Chief Financial Officer, Mr Jerome Lorenzo, said: “Our cost reduction efforts are starting to show encouraging results as we continue streamlining our operations. These measures include assessing our storage and barging efficiencies, reducing overheads, and managing our inventory held. This process is ongoing and we expect further results to materialize in the succeeding quarters.”

Mr Bandy concluded: “The first half of this year has been challenging and the wholesale-retail spreads continue to be low. As a reflection of the benefits of its diversification strategy, the Group recorded positive contributions from associates and joint ventures. It is the Group's aim that through these carefully and strategically selected business affiliates, we will jointly develop new markets and optimize the company's supply chain to contribute increasing returns to Chemoil's operations.”

“We are confident that our continued approach of reducing costs, increasing efficiencies and seeking selective growth opportunities will continue to deliver improved profitability across our business segments.”

END

About Chemoil

As one of the marine fuel industry's leading suppliers, Chemoil delivers energy through controlling all key stages of the marine fuel supply chain, providing exceptional value to its customers and maximising profitability by converting expenses to assets - acquiring, developing and controlling physical infrastructure within the supply chain. It has integrated operations in Los Angeles, New York, Houston, Singapore, Panama, United Arab Emirates, India and the Amsterdam-Rotterdam-Antwerp (ARA) region. Established in 1981, Chemoil continually challenges industry practices and provides leadership through its progressive and innovative approach to delivering energy. It has been at the forefront of supplying cleaner fuels to meet customer demands in light of changing legislation to protect the environment. Chemoil was listed on the Main Board of Singapore Exchange Securities Trading Limited (SGX-ST) on December 14, 2006. In 2009, the company delivered over 15 million tons of fuel. 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.

For all enquiries, please contact:

Global Energy / Shipping Media Relations

Blue Communications

Andrew Nicholls

Tel: +65 6327 1284

M: +65 9088 4786

Email: andrew.nicholls@blue-comms.com

Global Financial / Business Media Relations

Huntington Communications

Lena Soh-Ng

Tel: +65 6339 2883

M: +65 9681 7806

lenasoh.ng@huntington.com.sg

Ida Lim

Tel: +65 6339 2883

M: +65 9106 3782

ida.lim@huntington.com.sg