



FIRST SHIP LEASE TRUST

(a business trust constituted on 19 March 2007 under the laws of the Republic of Singapore)

Managed by FSL Trust Management Pte. Ltd.

NOTICE OF BOOKS CLOSURE & DISTRIBUTION PAYMENT DATE

NOTICE IS HEREBY GIVEN that the Transfer Books and Register of Unitholders of First Ship Lease Trust (“FSL Trust”) will be closed at 5.00 p.m. on 26 October 2007 for the purposes of determining each unitholder’s entitlement to FSL Trust’s distribution of US2.23 cents per unit (“Distribution”) in FSL Trust for the quarter ended 30 September 2007.

Unitholders whose Securities Accounts with The Central Depository (Pte) Limited (“CDP”) are credited with units at 5.00 p.m. on 26 October 2007 will be entitled to the Distribution to be paid on 23 November 2007.

SINGAPORE INCOME TAX ON FSL TRUST’S DISTRIBUTION

All unitholders are exempt from Singapore income tax on the distributions made by FSL Trust regardless of whether they are corporate unitholders or individuals.

CURRENCY ELECTION PROCEDURES

Unitholders whose units are held directly through CDP will receive their Distribution in the Singapore dollar equivalent of the US dollar Distribution declared, unless unitholders elect to receive the Distribution in US dollars by submitting a “Distribution Election Notice” by 5.00 p.m. on 12 November 2007. For the Distribution to be paid in Singapore dollars, the Trustee-Manager will make the necessary arrangements to convert the Distribution in US dollars into Singapore dollars (taking into account the cost of exchange) at the prevailing market exchange rate. Neither the CDP, Trustee-Manager nor FSL Trust will be liable for any loss howsoever arising from the conversion of the Distribution payable to unitholders from US dollars into Singapore dollars. Save for approved depository agents (acting as nominees of their individual customers), each unitholder may elect to receive the Distribution in either Singapore dollars or US dollars and shall not be able to elect to receive the Distribution partly in Singapore dollars and partly in US dollars. No action is needed for unitholders who wish to receive the Distribution in Singapore dollars.

The Form of Election will be sent out by FSL Trust’s unit Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., on or around 31 October 2007.

IMPORTANT NOTE

Unitholders who wish to receive the Distribution in US dollars must complete and return the Distribution Election Notice by 5.00 p.m. on 12 November 2007.

No action is needed for unitholders who wish to receive the Distribution in Singapore dollars.

IMPORTANT DATES AND TIMES

Date/(day)	
26 October 2007 (Friday) 5.00 p.m.	Books closure date
12 November 2007 (Monday) 5.00 p.m.	Deadline for unitholders to complete and return the Distribution Election Notice to CDP in order to receive the Distribution in US dollars
23 November 2007 (Friday)	Payment of Distribution

By Order of the Board
FSL Trust Management Pte. Ltd.
(Company registration no. 200702265R)
as Trustee-Manager of First Ship Lease Trust

Cheong Chee Tham
Director

18 October 2007