

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.

(INCORPORATED IN THE REPUBLIC OF SINGAPORE)
(COMPANY REGISTRATION NUMBER 200702265R)
(AS TRUSTEE-MANAGER OF FIRST SHIP LEASE TRUST)

PLACEMENT OF UP TO 57,000,000 NEW UNITS (“NEW UNITS”) IN FIRST SHIP LEASE TRUST (“PLACEMENT”) – FINAL DETERMINATION OF NUMBER AND ISSUE PRICE OF NEW UNITS

Unless otherwise defined, all terms used herein shall bear the same meaning as in the Announcement (as defined below).

The directors of FSL Trust Management Pte. Ltd. (the “**Trustee-Manager**”), as trustee-manager of First Ship Lease Trust (“**FSL Trust**”), refer to the announcement dated 9 June 2011 in relation to the Placement (the “**Announcement**”) and wish to announce that following the completion of a bookbuilding exercise, it has been determined that a total of 56,000,000 New Units will be allotted and issued at the issue price of S\$0.350 per New Unit (the “**Issue Price**”).

The New Units represent approximately 9.4 per cent. of the total Units in FSL Trust as at the date of this announcement and approximately 8.6 per cent. of the total Units in FSL Trust after the Placement.

The Issue Price represents a discount of approximately 6.4 per cent. to S\$0.374, being the volume weighted average price of the Units for trades done on the SGX-ST for the full market day preceding and up to the time the Placement Agreement was signed and adjusted to exclude the Estimated Stub Distribution to be distributed to the holders of the Existing Units.

The net proceeds from the Placement will amount to approximately S\$18.7 million, after deducting the placement fee and estimated offering expenses. FSL Trust intends to use all the net proceeds for the proposed acquisition of *MT TORM Marie* (which was announced on 9 June 2011). In the event the acquisition of *MT TORM Marie* is not completed for any reason, all the net proceeds will be used for the acquisition of vessels with leases or companies holding such vessels.

Pending application of the net proceeds of the Placement, the net proceeds may be deposited with banks and/or financial institutions, invested in short-term money market instruments and/or marketable securities, or used for any other purposes on a short-term basis, as the Trustee-Manager may, in its absolute discretion, deem appropriate in the interests of FSL Trust and its special purpose companies.

The Trustee-Manager will make an announcement via SGXNET as and when the proceeds from the Placement are materially disbursed and provide a status report on the use of proceeds from the Placement in the annual report of FSL Trust.

By Order of the Board of
FSL Trust Management Pte. Ltd.
as trustee-manager of First Ship Lease Trust

Cheong Chee Tham
Director

9 June 2011

This document is for information only and does not constitute an invitation or offer to acquire, purchase or subscribe for the New Units.

*This announcement is not an offer to sell or a solicitation of an offer to buy the New Units or any other securities within the United States. The New Units have not been registered under the Securities Act of 1933, as amended (the "**Securities Act**") or any state securities laws, and are being offered for sale to persons outside the United States in compliance with Regulation S of the Securities Act. Unless so registered, the New Units may not be offered or sold in the United States except pursuant to an exemption from registration requirements of the Securities Act and applicable state securities laws. This announcement is not being, and should not be, distributed in or sent into the United States.*