

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”) - RECEIPT OF IN-PRINCIPLE APPROVAL AND CONFIRMATION OF STUB DISTRIBUTION AND PAYMENT DATE

Unless otherwise defined, all terms used herein shall bear the same meaning as in the Announcements (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 announcements dated 9 June 2011 in relation to the Placement (the “**Announcements**”) and wish to announce that the SGX-ST has granted its in-principle approval for the listing of and quotation for 56,000,000 New Units to be issued pursuant to the Placement.

The SGX-ST’s in-principle approval for the listing of and quotation for the New Units was granted subject to the following :

- (a) compliance with the SGX-ST’s listing requirements; and
- (b) a written undertaking from the Trustee-Manager that it will make periodic announcements on the use of the proceeds from the Placement and that it will provide a status report on the use of the proceeds from the Placement in the annual report;
- (c) a written undertaking from the Trustee-Manager and the Placement Agent that the Trustee-Manager will not allot and issue any of the New Units so as to transfer a controlling interest in FSL Trust without the prior approval of Unitholders in a general meeting;
- (d) a written confirmation from the Trustee-Manager that it will not issue the New Units to persons prohibited under Rule 812(1) of the SGX-ST Listing Manual (“**Listing Manual**”);
- (e) a written confirmation from the Placement Agent that the New Units will not be placed out to persons prohibited under Rule 812(1) of the Listing Manual; and
- (f) a written confirmation from the Trustee-Manager that the placees will not be entitled to participate in the Stub Distribution.

As announced on 9 June 2011, the Transfer Books and Register of Unitholders of FSL Trust will be closed at 5.00 p.m. on 22 June 2011 for the purpose of determining the entitlements of Unitholders to the Stub Distribution. Unitholders whose securities accounts with The Central Depository (Pte) Limited are credited with Units at 5.00 p.m. on 22 June 2011 will be entitled to the Stub Distribution.

The directors of the Trustee-Manager hereby also wish to announce that the final quantum of the Stub Distribution is 0.87 US cents per Existing Unit and the payment date for the Stub Distribution is 21 July 2011.

The SGX-ST's in-principle approval is not to be taken as an indication of the merits of the Placement, the New Units, FSL Trust or its special purpose companies.

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

Cheong Chee Tham
Director

16 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.*