



FIRST SHIP LEASE TRUST

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

ISSUE OF NEW UNITS TO TRUSTEE-MANAGER IN LIEU OF INCENTIVE FEES

FSL Trust Management Pte. Ltd. ("FSLTM"), Trustee-Manager of First Ship Lease Trust wishes to announce that 98,000 new units in First Ship Lease Trust ("Units") have been issued at an issue price of S\$1.091 (US\$0.790 equivalent) per Unit to FSLTM on 13 May 2008. The Units were issued to FSLTM in lieu of the payment of 99.3% of the US\$78,000 incentive fees payable for the quarter ended 31 March 2008.

In accordance with the trust deed dated 19 March 2007 constituting First Ship Lease Trust, the issue price was determined based on the volume weighted average traded price for a unit for all trades done on the Singapore Exchange Securities Trading Limited for the last 10 business days of the relevant quarter in which the incentive fees accrued.

FSLTM had elected to receive 99.3% of the incentive fees in the form of Units and the balance 0.7% in the form of cash.

Following the issue of Units, the total First Ship Lease Trust units in issue is 500,098,000, of which FSLTM holds 98,000 units or 0.02% of the total units in issue.

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

Cheng Pei Jiuan Rebecca
Company Secretary
13 May 2008

The initial public offering of units of First Ship Lease Trust (the "Offering") commenced on 19 March 2007 and closed on 22 March 2007. In the Offering, Deutsche Bank AG, Singapore Branch was the Sole Global Co-ordinator, Joint Lead Manager and Joint Bookrunner, and J.P. Morgan (S.E.A.) Limited was the Joint Lead Manager and Joint Bookrunner. The Co-Lead Managers to the Offering were CLSA Merchant Bankers Limited and Macquarie Securities (Asia) Pte Limited. The Manager and Co-ordinator of the Singapore Public Offer was Oversea-Chinese Banking Corporation Limited.