

**SUBSCRIPTION OF SHARES IN SINGAPORE-SICHUAN INVESTMENT HOLDINGS**

**Singapore, March 29, 2011** - Sembcorp Industries announces that its wholly-owned subsidiary, Sembcorp Industrial Parks, has subscribed for and been allocated three ordinary shares in Singapore-Sichuan Investment Holdings (SSIH) at S\$1 per share. SSIH is incorporated in Singapore and is evaluating the feasibility of a development in Chengdu, China.

Following the completion of the subscription, Sembcorp holds 30% of the total issued share capital of SSIH and SSIH has become an associated company of Sembcorp. The shareholders of the remaining 70% in SSIH include Ealing Investments (40%) which is a wholly-owned subsidiary of Temasek Holdings, Keppel Integrated Engineering (20%) and Ascendas (China) (10%).

The subscription of shares in SSIH is not expected to have a material impact on the earnings per share and net asset value per share of Sembcorp Industries for the financial year ending December 31, 2011.