

FEDERAL INTERNATIONAL (2000) LTD
(Company Registration No. 199907113K)
(Incorporated in the Republic of Singapore)

**PROPOSED PLACEMENT OF 62,964,665 NEW ORDINARY SHARES IN THE
CAPITAL OF FEDERAL INTERNATIONAL (2000) LTD (THE "COMPANY")
(THE "PLACEMENT") – APPROVAL IN-PRINCIPLE**

1. APPROVAL IN-PRINCIPLE

Further to the announcement of the Company dated 18 March 2010, the Directors of Company are pleased to announce that the Singapore Exchange Securities Trading Limited ("**SGX-ST**") has on 25 March 2010 granted approval in-principle for the listing and quotation of 62,964,665 new ordinary shares (the "**Placement Shares**") in the capital of the Company arising from the Placement, on the Official List of the SGX-ST.

2. THE SUBSCRIBER AND ITS SOLE BENEFICIAL SHAREHOLDER

The Placement Shares will be allotted and issued to Fame Asia Limited (the "**Subscriber**"). The sole business of the Subscriber is investment holding.

Mr. Leung Kwok Hung ("**Mr. Leung**") is the sole beneficial shareholder of the Subscriber and based in Hong Kong. Mr. Leung has over two decades of experience in corporate, treasury, finance and investment functions holding senior executive positions with large financial institutions and commercial organisations. In the past thirteen years, Mr. Leung has made, for his own account as well as for his clients, a host of direct investments and financial investments mainly in Hong Kong and Mainland China. His investments span a wide range of industries and include the real estate and oil and gas sectors.

Mr. Leung was introduced to the Company by Arfat Selvam Alliance LLC, the Company's legal adviser for the Placement.

3. GENERAL

The approval in-principle granted by the SGX-ST is subject to compliance by the Company with the SGX-ST's continuing listing requirements.

It should be noted that the SGX-ST's approval in-principle is not an indication of the merits of the Placement, Placement Shares, the Company and/or its subsidiaries.

A separate announcement will be released by the Company upon the allotment and issue of the Placement Shares to the Subscriber.

4. DIRECTOR'S RESPONSIBILITY STATEMENT

The Directors (including any Director who may have delegated detailed supervision of the preparation of this announcement) have taken all reasonable care to ensure that the facts stated in this announcement are fair and accurate and that no material facts have been omitted from this announcement, and they jointly and severally accept responsibility accordingly.

By Order of the Board

Koh Kian Kiong
Chief Executive Officer

25 March 2010