

**PROPOSED RENOUNCEABLE NON-UNDERWRITTEN RIGHTS ISSUE OF WARRANTS
LODGEMENT AND DESPATCH OF THE OFFER INFORMATION STATEMENT AND ITS
ACCOMPANYING DOCUMENTS**

OSIM International Ltd (the *Company*) refers to its announcement dated 28 March 2008 in relation to the proposed renounceable non-underwritten rights issue (*Rights Issue of Warrants*) of up to 136,605,039 warrants (*Warrants*) at an issue price of S\$0.09 for each Warrant, each Warrant carrying the right to subscribe for one (1) new ordinary share in the capital of the Company (*New Share*) at an exercise price of S\$0.35 for each New Share, on the basis of one (1) Warrant for every four (4) existing ordinary shares in the capital of the Company held by the Entitled Shareholders as at the Books Closure Date, fractional entitlements to be disregarded.

1. Lodgement of Offer Information Statement

The board of Directors of the Company wishes to announce that the offer information statement dated 28 May 2008 (*Offer Information Statement*) in relation to the Rights Issue of Warrants has today been lodged with the Monetary Authority of Singapore. A copy of the Offer Information Statement is attached hereto.

Unless otherwise defined, terms used in this announcement bear the same meanings as defined in the Offer Information Statement.

2. Despatch of the Offer Information Statement

The Offer Information Statement together with a copy of the Provisional Allotment Letter (*PAL*) or the Warrants and Excess Warrants Application Form (*WEWAF*), as the case may be, will be despatched by the Company to the Entitled Shareholders on or around 30 May 2008.

The trading period for the provisional allotments of Warrants (*nil paid rights*) on the Singapore Exchange Securities Trading Limited (*SGX-ST*) commences with effect from **9.00 a.m. on 30 May 2008** and ends at **5.00 p.m. on 9 June 2008**. Entitled Depositors who sell their nil-paid rights during this period do not need to forward the WEWAF to purchasers of the provisional allotments of Warrants traded on the SGX-ST under the book-entry (scripless) settlement system (*Purchasers*) as arrangements will be made by the Central Depository (Pte) Limited (*CDP*) for a separate Warrants Application Form (*WAF*) to be issued to the Purchasers. Purchasers should note that the CDP will, on behalf of the Company, send the WAF accompanied by the Offer Information Statement, by ordinary post and at the Purchasers' own risk, to their respective Singapore addresses as recorded with the CDP.

Entitled Shareholders who do not receive the Offer Information Statement and all of its accompanying documents within a week from the date of despatch should notify the CDP or the Company's Share Registrar, as the case may be, immediately in writing at their respective addresses as follows: -

CDP : **The Central Depository (Pte) Limited**
4 Shenton Way
#02-01 SGX Centre 2

Singapore 068807

Share Registrar : **BACS Pte. Ltd.**
63 Cantonment Road
Singapore 089758

Purchasers who do not receive the WAF accompanied by the Offer Information Statement may obtain the same from the CDP or the Share Registrar for the period up to 4.45 p.m. on 13 June 2008 (or such other time(s) and/or date(s) as may be announced from time to time by or on behalf of the Company).

Entitled Shareholders and Purchasers are requested to note the following important dates and times in respect of the Rights Issue of Warrants:

Despatch of Offer Information Statement (together with the PAL or the WEWAF, as the case may be) to Entitled Shareholders	: 30 May 2008
Commencement of trading of nil-paid rights entitlement	: 30 May 2008 at 9.00 a.m.
Last date and time of trading of nil-paid rights entitlement	: 9 June 2008 at 5.00 p.m.
Last date and time for splitting provisional entitlements of Warrants	: 10 June 2008 at 4.45 p.m.
Last date and time for acceptance and payment for Warrants	: 13 June 2008 at 4.45 p.m. (9.30 p.m. for electronic applications through an automated teller machine of a participating bank)
Last date and time for renunciation and payment for Warrants	: 13 June 2008 at 4.45 p.m.
Last date and time for application and payment for excess Warrants	: 13 June 2008 at 4.45 p.m. (9.30 p.m. for electronic applications through an automated teller machine of a participating bank)
Expected date for issuance of Warrants	: 24 June 2008
Expected date for commencement of trading of Warrants on the SGX-ST (subject to there being an adequate spread of holdings of the Warrants to provide for an orderly market in the trading of Warrants)	: 26 June 2008

The timetable above is indicative only and may be subject to change and modification as the Company and/or the Manager may, with the approval of the SGX-ST, decide. Where any of the events cannot take place on the dates specified, an appropriate announcement stipulating an alternative date will be made by the Company prior thereto through a SGXNET announcement to be

posted on the Internet at the SGX-ST website, <http://www.sgx.com>. For events listed which are described as “expected”, please refer to future announcement(s) by the Company and/or the SGX-ST for the exact dates of these events.

BY ORDER OF THE BOARD

Peter Lee Hwai Kiat
Company Secretary
OSIM International Ltd
28 May 2008