

OSIM INTERNATIONAL LTD
(Company Registration No. 198304191N)
(Incorporated in the Republic of Singapore with limited liability)

**RESULTS OF THE PROPOSED RENOUNCEABLE NON-UNDERWRITTEN
RIGHTS ISSUE OF WARRANTS**

Unless otherwise defined, terms used in this announcement bear the same meanings as defined in the offer information statement issued by the Company dated 28 May 2008 (the Offer Information Statement).

OSIM International Ltd (the *Company*) refers to its previous announcements 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.

As at the Books Closure Date, there were 135,459,476 Warrants available for subscription.

1. Level of subscription

The board of Directors of the Company wishes to announce that, as at the close of the Rights Issue of Warrants on 13 June 2008 (the *Closing Date*), valid acceptances and Excess Applications (as defined herein) received are as follows:-

- (a) valid acceptances were received for a total of 88,244,636 Warrants, representing approximately 65.1% of the total number of Warrants available for subscription under the Rights Issue of Warrants. These acceptances included an acceptance of 72,227,248 Warrants, representing approximately 53.3% of the total number of Warrants available for subscription under the Rights Issue of Warrants, from the Undertaking Shareholder:

Name of Undertaking Shareholder	Number of Warrants accepted
Ron Sim Chye Hock	72,227,248 ⁽¹⁾

Note:

(1) This represents the full subscription for all of Mr Ron Sim Chye Hock's entitlements under the Rights Issue of Warrants and includes Warrants accepted pursuant to shares held by his wife Mdm Teo Sway Hong as well as the Shares held by RS Assets Ltd.

- (b) excess applications were received for a total of 47,214,840 Warrants, representing approximately 34.9% of the total number of Warrants available for subscription under the Rights Issue (the *Excess Applications* and each an *Excess Application*). These Excess Applications included an Excess Application for 1,024,324 Warrants from Mr Ron Sim Chye Hock, the Undertaking Shareholder.

2. Allocation of Warrants for Excess Applications

The number of Warrants not taken up by Entitled Shareholders and/or their renounees pursuant to the Rights Issue of Warrants were fully allocated to all the valid Excess Applications for the Warrants. As such, the Directors did not have to dispose of or deal with such number of Warrants.

3. Allotment of Warrants

The Central Depository (Pte) Limited (**CDP**) will send depositors with valid acceptances and successful applications for excess Warrants, by ordinary post on or about 26 June 2008, at their own risk, to their respective mailing addresses in Singapore as maintained with CDP, a notification letter stating the number of Warrants that have been allotted to their respective Securities Account.

3. “Nil-paid” rights in respect of Foreign Shareholders

Of the provisional allotment of 4,638,926 Warrants which would otherwise have been provisionally allotted to Foreign Shareholders, 2,438,000 were sold “nil-paid” on the Singapore Exchange Securities Trading Limited (**SGX-ST**). The net proceeds from such sales, after deduction of all expenses therefrom, will be pooled and thereafter distributed to Foreign Shareholders in proportion to their respective shareholdings or, as the case may be, the number of Shares entered against their names in the Depository Register as at the Books Closure Date and sent to them by ordinary post at their own risk, provided that where the amount of net proceeds to be distributed to any single Foreign Shareholder is less than S\$10.00, the Company shall be entitled to retain or deal with such net proceeds as the Directors may, in their absolute discretion, deem fit and no Foreign Shareholder shall have any claim whatsoever against the Company, the CDP or the Manager in connection therewith.

4. Proceeds from the Rights Issue

As the Rights Issue of Warrants has been fully subscribed, the Company has raised net proceeds of approximately S\$12.0 million (after deducting estimated expenses) from the Rights Issue of Warrants. As disclosed in the Offer Information Statement, the Company intends to utilise the net proceeds from the Rights Issue Warrants for general working capital purposes and such other purposes as the Directors may deem fit.

5. Invalid/unsuccessful acceptances and Excess Applications

Where any acceptance and/or excess application for the Warrants is unsuccessful or invalid, the amount paid on acceptance and/or application will be refunded to such applicants and/or their renounees and/or purchasers, without interest or any share of revenue or other benefit arising therefrom, within 14 days after the Closing Date, by means of a crossed cheque drawn on a bank in Singapore and sent to them by ordinary post at their own risk (if they accepted or (if applicable) applied through the CDP or the Share Registrar) or by crediting their accounts with the relevant Participating Banks at their own risk (if they accepted or (if applicable) applied by way of Electronic Application through an automated teller machine of a Participating Bank).

6. Listing of the Warrants and the New Shares

The Company expects that 135,459,476 Warrants will be issued on or about 24 June 2008 pursuant to the Rights Issue of Warrants. The Company further expects that the

Warrants will be listed and quoted on the official list of the SGX-ST with effect from 9.00 a.m, on or about 26 June 2008.

The New Shares arising from the exercise of the Warrants will, upon allotment and issue, be listed on the official list of the SGX-ST.

BY ORDER OF THE BOARD

Peter Lee Hwai Kiat
Company Secretary
OSIM International Ltd
18 June 2008