

SINGAPORE SHIPPING CORPORATION LIMITED

(Company registration Number: 198801332G)

**SECOND QUARTER FINANCIAL STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2005****PART I – INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY RESULTS****1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Q2 2006 \$'000	Q2 2005 \$'000	Increase/ (decrease) %	1H 2006 \$'000	1H 2005 \$'000	Increase/ (decrease) %
Revenue	18,684	26,471	(29.4)	41,905	51,797	(19.1)
Other operating income	808	769	5.1	1,558	1,602	(2.7)
Depreciation (i)	(984)	(2,460)	(60.0)	(3,021)	(4,866)	(37.9)
Direct operating costs	(8,445)	(10,452)	(19.2)	(17,572)	(20,323)	(13.5)
Staff costs	(8,547)	(7,650)	11.7	(16,460)	(14,737)	11.7
Other operating expenses	(1,239)	(1,164)	6.4	(2,208)	(2,196)	0.5
Operating profit before exceptional items	277	5,514	(95.0)	4,202	11,277	(62.7)
Exceptional items (ii)	27,465	-	NM	68,762	-	NM
Operating profit	27,742	5,514	403.1	72,964	11,277	547.0
Finance income (iii)	1,419	233	509.0	1,973	869	127.0
Finance costs (iv)	(220)	(387)	(43.2)	(1,344)	(597)	125.1
Share of results of associated companies	531	1,364	(61.1)	1,807	2,629	(31.3)
Profit before taxation	29,472	6,724	338.3	75,400	14,178	431.8
Taxation (v)	(184)	(105)	75.2	(404)	(138)	192.8
Profit after taxation	29,288	6,619	342.5	74,996	14,040	434.2
Attributable to:						
Shareholders of the Company	29,218	6,612	341.9	74,960	13,862	440.8
Minority interests	70	7	900.0	36	178	(79.8)
	29,288	6,619	342.5	74,996	14,040	434.2

Earnings per share, cents
Basic
Diluted

17.19 3.18
17.19 3.18

Q2: 2nd Quarter
1H: 1st Half
NM: Not meaningful

Notes to Unaudited Income Statement

Note (i) Depreciation

The YTD comparative figure has been revised by approximately \$1,382,000 to reflect the savings resulting from revisions in scrap value and extension of useful lives of some of the Group's vessels in the last financial year end.

Note (ii) Exceptional items

	Q2 2006 \$'000	1H 2006 \$'000
Gain on disposal of vessels	24,213	47,003
Gain on disposal of a subsidiary	(16)	13,061
Gain on disposal of associated companies	3,268	8,698
	<u>27,465</u>	<u>68,762</u>

Note (iii) Finance income

	Q2 2006 \$'000	Q2 2005 \$'000	1H2006 \$'000	1H2005 \$'000
Interest income from deposits with banks and financial institutions	1,008	28	1,254	39
Interest and premium income on equity linked notes / deposits and options	166	205	464	787
Dividend income from investment in equity shares	4	-	91	-
Net gain on disposal of quoted equity shares	26	-	111	43
Write back of provision for diminution in value of equity linked notes / shares	215	-	53	-
	<u>1,419</u>	<u>233</u>	<u>1,973</u>	<u>869</u>

Note (iv) Finance costs

	Q2 2006 \$'000	Q2 2005 \$'000	1H2006 \$'000	1H2005 \$'000
Interest expense				
- Bank loans	66	59	142	107
- Finance leases	-	2	1	4
Exchange loss	154	326	1,201	486
	<u>220</u>	<u>387</u>	<u>1,344</u>	<u>597</u>

Note (v) Taxation

The income tax expense on the results of the Group for the financial period varies from the amount of income tax determined by applying the Singapore standard rate of income tax to profit before taxation, due to the following factors:

	Q2 2006 \$'000	Q2 2005 \$'000	1H2006 \$'000	1H2005 \$'000
Profit before taxation	29,472	6,724	75,400	14,178
Taxation calculated at tax rate of 20% (previous corresponding period: 20%)	5,895	1,345	15,080	2,836
Singapore statutory stepped income exemption	-	-	(42)	(32)
Income or losses not subject to tax	(5,664)	(1,162)	(14,536)	(2,395)
Utilisation of previously unrecognised tax losses	-	(19)	-	(214)
(Over) / under provision for prior years	(33)	-	10	7
Associated company's tax expense	(87)	(44)	(171)	(70)
Others	73	(15)	63	6
	<u>184</u>	<u>105</u>	<u>404</u>	<u>138</u>

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at the end of the immediately preceding financial year.

	<u>Group</u>		<u>Company</u>	
	30.09.2005 \$'000	31.03.2005 \$'000	30.09.2005 \$'000	31.03.2005 \$'000
Non-current assets				
Property, plant and equipment	47,366	119,818	-	-
Investments in subsidiaries	-	-	51,230	67,511
Investments in associated companies	18,961	36,122	11,712	19,224
Long-term investments	383	451	-	-
	<u>66,710</u>	<u>156,391</u>	<u>62,942</u>	<u>86,735</u>
Current assets				
Inventories, at cost	135	326	-	-
Trade and other receivables	10,558	11,143	35,952	19,526
Short-term investments	13,897	9,812	-	-
Cash and cash equivalents	176,742	28,009	121,555	7,118
	<u>201,332</u>	<u>49,290</u>	<u>157,507</u>	<u>26,644</u>
Current liabilities				
Bank overdrafts	-	18	-	-
Trade and other payables	13,404	10,608	24,558	7,391
Finance lease liabilities	18	28	-	-
Borrowings	8,300	9,230	-	-
Current taxation	691	703	110	-
	<u>22,413</u>	<u>20,587</u>	<u>24,668</u>	<u>7,391</u>
Net current assets	178,919	28,703	132,839	19,253
Non-current liabilities				
Finance lease liabilities	34	43	-	-
Borrowings	-	-	-	11,877
Deferred taxation	2,023	2,027	-	-
	<u>2,057</u>	<u>2,070</u>	<u>-</u>	<u>11,877</u>
Net assets	<u>243,572</u>	<u>183,024</u>	<u>195,781</u>	<u>94,111</u>
Equity attributable to shareholders of the Company				
Share capital	43,602	43,602	43,602	43,602
Share premium	745	745	745	745
Other reserves	19,498	19,307	-	(1,064)
Retained earnings	172,720	112,402	151,434	50,828
	<u>236,565</u>	<u>176,056</u>	<u>195,781</u>	<u>94,111</u>
Minority interests	7,007	6,968	-	-
Total equity	<u>243,572</u>	<u>183,024</u>	<u>195,781</u>	<u>94,111</u>

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 30/09/2005		As at 31/03/2005	
Secured	Unsecured	Secured	Unsecured
-	\$8,300,000	-	\$9,230,000

Amount repayable after one year

As at 30/09/2005		As at 31/03/2005	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

Nil

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	30.09.2005	Group 30.09.2004
	\$'000	\$'000
Cash flows from operating activities		
Profit before taxation	75,400	14,178
Adjustments for:		
Depreciation	3,021	4,866
Gain on disposal of property, plant and equipment	(47,053)	(41)
Gain on disposal of a subsidiary	(13,061)	-
Gain on disposal of associated companies	(8,698)	-
Interest expense	143	111
Interest and premium income	(1,718)	(826)
Dividend income from investment in equity shares	(91)	-
Net gain on disposal of quoted equity shares	(111)	(43)
Allowance for decline in value of club memberships	68	42
Write back of allowance for diminution in value of short-term investments	(53)	-
Share of results of associated companies	(1,807)	(2,629)
Operating cash flow before working capital changes	<u>6,040</u>	<u>15,658</u>
Changes in working capital:		
Trade and other receivables	482	(2,110)
Inventories	157	(34)
Trade and other payables	2,797	(1,146)
Exchange differences	1,034	(225)
Cash generated from operations	<u>10,510</u>	<u>12,143</u>
Income tax paid	(385)	(335)
Net cash inflow from operating activities	<u>10,125</u>	<u>11,808</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(974)	(2,025)
Payments for drydocking expenditure	-	(889)
Redemption of short-term investments	-	7,607
Purchase of short-term investments	(10,654)	-
Proceeds from disposal of quoted equity shares	7,041	3,132
Interest and premium received	1,560	665
Dividend received from associated companies	1,162	687
Dividend received from investment in equity shares	91	-
Repayment of loan to associated companies	2,561	977
Proceeds from disposal of associated companies	24,644	-
Proceeds from sale of property, plant and equipment	96,089	61
Net cash inflow from investing activities	<u>121,520</u>	<u>10,215</u>
Cash flows from financing activities		
Repayment of bank borrowings	(930)	-
Drawdown of bank borrowings	-	1,450
Interest paid	(148)	(118)
Dividends paid	(17,441)	(6,540)
Net cash outflow from financing activities	<u>(18,519)</u>	<u>(5,208)</u>
Change in cash and cash equivalents	113,126	16,815
Cash and cash equivalents at the beginning of the financial period	27,991	10,615
Cash inflow on disposal of a subsidiary (i)	35,297	-
Effects of exchange rate changes on cash and cash equivalents	328	68
Cash and cash equivalents at the end of the financial period	<u>176,742</u>	<u>27,498</u>

Notes to Cash Flow Statement

Note (i) Cash inflow on disposal of a subsidiary

The effect of disposal of a subsidiary is set out below:

	\$'000
Property, plant and equipment	22,373
Inventories	34
Receivables	233
Cash and cash equivalents	11
Trade and other payables	<u>(41)</u>
Net identifiable assets and liabilities	22,610
Exchange reserve	<u>(363)</u>
	<u>22,247</u>
Total cash consideration received	35,308
Cash and cash equivalents disposed of	<u>(11)</u>
Net cash inflow	<u>35,297</u>

1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Group	<-----Attributable to shareholders of the Company----->						
	Share capital	Share premium	Other reserves	Retained earnings	Total	Minority interests	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 Apr 2004	43,602	745	21,736	89,409	155,492	6,905	162,397
Currency translation differences	-	-	374	-	374	-	374
Net profit for the financial period (i)	-	-	-	13,862	13,862	178	14,040
Dividends	-	-	-	(6,540)	(6,540)	-	(6,540)
Balance at 30 Sep 2004	43,602	745	22,110	96,731	163,188	7,083	170,271
Currency translation differences	-	-	(2,800)	-	(2,800)	-	(2,800)
Net profit for the financial period	-	-	-	15,671	15,671	(115)	15,556
Reversal of reserve on consolidation on an associated company's provision for impairment loss for club membership	-	-	(3)	-	(3)	-	(3)
Balance at 31 Mar 2005	43,602	745	19,307	112,402	176,056	6,968	183,024
Currency translation differences	-	-	2,990	-	2,990	3	2,993
Net profit for the financial period	-	-	-	74,960	74,960	36	74,996
Dividends	-	-	-	(17,441)	(17,441)	-	(17,441)
Reversal of reserve on consolidation on disposal of a subsidiary & associated companies	-	-	(2,799)	2,799	-	-	-
Balance at 30 Sep 2005	43,602	745	19,498	172,720	236,565	7,007	243,572

<u>Company</u>	Share capital	Share premium	Other reserves	Retained earnings	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
Balance at 1 Apr 2004	43,602	745	(1,023)	36,507	79,831
Currency translation differences	-	-	195	-	195
Net loss for the financial period	-	-	-	4,231	4,231
Dividends	-	-	-	(6,540)	(6,540)
Balance at 30 Sep 2004	43,602	745	(828)	34,198	77,717
Currency translation differences	-	-	(236)	-	(236)
Net profit for the financial period	-	-	-	16,630	16,630
Balance at 31 Mar 2005	43,602	745	(1,064)	50,828	94,111
Effect of adopting FRS 21 (ii)	-	-	1,064	(1,064)	-
Balance at 31 Mar 2005 restated	43,602	745	-	49,764	94,111
Net profit for the financial period	-	-	-	119,111	119,111
Dividends	-	-	-	(17,441)	(17,441)
Balance at 30 Sep 2005	43,602	745	-	151,434	195,781

Notes to Statement of Changes in Equity

Note (i) Net profit for the financial period

Net profit for the period has been restated to reflect the changes in depreciation as disclosed in Section 1(a) note (i).

Note (ii) Currency translation differences

This item relates to recognition of net exchange loss on translation of foreign currency denominated loans which form part of the Company's investments in subsidiaries in the income statement in compliance with FRS 21.

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.**

Nil

- 2. Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.**

The figures have not been audited nor reviewed by the Company's auditors.

3. **Where the figure have been audited or reviewed, the auditors' report (including any qualifications or emphasis of a matter).**

Not applicable.

4. **Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.**

The Group has applied the same accounting policies and methods of computation in the current reporting period's financial statements as compared with the audited financial statements for the financial year ended 31 March 2005 except for the adoption of certain revisions to various existing Financial Reporting Standards (FRS) and the new FRS 39 – Financial Instruments: Recognition and Measurement, which is mandatory for the financial year beginning on or after 1 January 2005.

5. **If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.**

The adoption of certain revisions to various existing FRS and the new FRS 39 do not have a material financial impact on the Group.

6. **Earnings per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.**

	<u>Group</u>	
	30.09.2005	30.09.2004
Earnings per ordinary share based on:-		
(i) the weighted average number of ordinary shares in issue ; and	17.19 cents	3.18 cents
(ii) fully diluted basis	17.19 cents	3.18 cents

The weighted average number of ordinary shares in issue and on a fully diluted basis for both periods is 436,016,591 ordinary shares as there were no new issues or outstanding share options.

7. **Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-**

- (a) current financial period reported on; and
(b) immediately preceding year

	<u>Group</u>		<u>Company</u>	
	30.09.2005	31.03.2005	30.09.2005	31.03.2005
Net asset value per ordinary share based on issued share capital as at the end of the period or year reported on	\$0.54	\$0.40	\$0.45	\$0.22

8. A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. It must include a discussion of the following:-

- (a) any significant factors that affected the turnover, costs and earnings of the group for the current financial period reported on, including (where applicable) seasonal or cyclical factors; and
- (b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

REVENUE

	Q2 2006 \$'000	Q2 2005 \$'000	Favorable/ (unfavorable) %	1H 2006 \$'000	1H 2005 \$'000	Favorable/ (unfavorable) %
Ship owning and management	7,560	14,406	(47.5)	20,181	28,720	(29.7)
Agency and terminal operations	1,402	1,488	(5.8)	2,926	2,558	14.4
Warehousing and logistics	9,722	10,577	(8.1)	18,798	20,519	(8.4)
	18,684	26,471	(29.4)	41,905	51,797	(19.1)

The Group's turnover for Q2 2006 and 1H 2006 decreased by \$7.8 million (29.4%) and \$9.9 million (19.1%) respectively when compared to Q2 2005 and 1H 2005.

The variance was attributable to the following:

- (i) Ship owning and management
 - Loss of revenue on disposal of the Group's container and multi-purpose vessels in June and July 2005.
- (ii) Agency and terminal operations
 - Higher stevedoring revenue due to increase in number of principals' vessels calling at Singapore and higher tonnages handled.
- (iii) Warehousing and logistics segment
 - Unfavorable variance is due to lower warehouse rental income as a key customer has relocated its regional parts center to Malaysia. However, we are still providing them warehouse operation management services through a subsidiary in Malaysia.

PROFIT ATTRIBUTABLE TO SHAREHOLDERS

	Q2 2006	Q2 2005	Favorable/ (unfavorable)	1H 2006	1H 2005	Favorable/ (unfavorable)
	\$'000	\$'000	%	\$'000	\$'000	%
Ship owning and management	(367)	6,623	(105.5)	4,078	12,770	(68.1)
Agency and terminal operations	308	127	142.5	744	183	306.6
Warehousing and logistics	797	121	558.7	1,151	775	48.5
Unallocated items	1,015	(259)	491.9	225	134	67.9
	1,753	6,612	(73.5)	6,198	13,862	(55.3)
Exceptional Items	27,465	-	NM	68,762	-	NM
	29,218	6,612	341.9	74,960	13,862	440.8

NM: Not meaningful

The Group's net profit before exceptional items for Q2 2006 and 1H 2006 decreased by \$4.9 million (73.5%) and \$7.7 million (55.3%) respectively when compared to Q2 2005 and 1H 2006.

Ship owning and management segment's lower operating income was due mainly to the disposal of the Group's container and multi-purpose vessels.

Agency and terminal operations segment's favorable variance was due mainly to higher stevedoring income arising from higher volume of tonnages handled and lower overheads.

Warehousing and logistics segment's favorable variance was due mainly to higher contribution from an associated company.

The decrease in direct operating costs was mainly attributable to the disposal of the Group's container and multi-purpose vessels.

Higher staff costs was mainly due to higher provision for bonuses.

Share of results from associated companies decreased due to disposal of two associated companies.

Unallocated items refer to taxation, net finance income and costs. The favorable variance from the higher finance income was partially offset by increase in exchange loss.

Please refer to Section 1(a) note (ii) for details of exceptional items.

9. Where a forecast, or a prospect statement, had been previously disclosed to shareholders, any variance between it and the actual results.

Not applicable.

10. A commentary at the date of the announcement of the significant trends and competitive conditions of the industry in which the group operates and any known factors or events that may affect the group in the next reporting period and the next 12 months.

The Group's favorable results for the current financial year is due mainly to exceptional gain arising from the disposal of vessels. Total gain on disposal is approximately \$68.8 million of which approximately \$41.3 million was recognised in the first quarter.

The Group's operating results will be affected by the sale of the vessels. The favorable impact from the higher charter rates for the Group's car carriers will be felt primarily from the third quarter of this financial year.

The current financial year's results will be affected by the proposed demerger as disclosed in note 18.

11. Dividends

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? None

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? None

(c) Date payable

Not applicable.

(c) Books closure date

Not applicable.

12. If no dividend has been declared / recommended, a statement to that effect.

No dividend has been declared or recommended.

PART II – ADDITIONAL INFORMATION

13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year

a) Business segments

	Ship owning and management	Agency and terminal operations	Warehousing and logistics	Unallocated	Group
	\$'000	\$'000	\$'000	\$'000	\$'000
<u>1H 2006</u>					
Group's external revenue	20,181	2,926	18,798	-	41,905
Segment result	2,691	625	886	-	4,202
Exceptional items	-	-	-	68,762	68,762
Operating profit	2,691	625	886	68,762	72,964
Finance income	-	-	-	1,973	1,973
Finance costs	-	-	-	(1,344)	(1,344)
Share of results of associated companies	1,387	119	301	-	1,807
Profit before taxation	4,078	744	1,187	69,391	75,400
Taxation	-	-	-	(404)	(404)
Profit after taxation	4,078	744	1,187	68,987	74,996
Attributable to:					
Shareholders of the Company	4,078	744	1,151	68,987	74,960
Minority interests	-	-	36	-	36
	4,078	744	1,187	68,987	74,996
	Ship owning and management	Agency and terminal operations	Warehousing and logistics	Unallocated	Group
	\$'000	\$'000	\$'000	\$'000	\$'000
<u>1H 2005</u>					
Group's external revenue	28,720	2,558	20,519	-	51,797
Segment result	10,316	132	829	-	11,277
Finance income	-	-	-	869	869
Finance costs	-	-	-	(597)	(597)
Share of results of associated companies	2,454	51	124	-	2,629
Profit before taxation	12,770	183	953	272	14,178
Taxation	-	-	-	(138)	(138)
Profit after taxation	12,770	183	953	134	14,040
Attributable to:					
Shareholders of the Company	12,770	183	775	134	13,862
Minority interests	-	-	178	-	178
	12,770	183	953	134	14,040

b) Geographical segments

As the Group deals with a diverse range of principals and the vessels are deployed by the customers to various parts of the world, the Directors do not consider it meaningful to allocate the results to specific geographical segments.

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

See comments under item 8.

15. A breakdown of sales.

	2006 \$'000	2005 \$'000	Increase/ (decrease) %
(a) Sales reported for first quarter	23,221	25,326	(8.3)
(b) Operating profit after taxation before deducting minority interest reported for first quarter:			
Before exceptional items	4,411	7,421	(40.6)
After exceptional items	45,708	7,421	515.9
(c) Sales reported for second quarter	18,684	26,471	(29.4)
(d) Operating profit after taxation before deducting minority interests reported for second quarter:			
Before exceptional items	1,823	6,619	(72.5)
After exceptional items	29,288	6,619	342.5
(e) Sales reported for first half	41,905	51,797	(19.1)
(f) Operating profit after taxation before deducting minority interests reported for first half:			
Before exceptional items	6,234	14,040	(55.6)
After exceptional items	74,996	14,040	434.2

16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year

Total Annual Dividend (Refer to Para 16 of Appendix 7.2 for the required details)

	Latest Full Year (S\$'000)	Previous Full Year (S\$'000)
Ordinary	0	0
Preference	0	0
Total:	0	0

17. Interested person transactions (IPT)

Name of interested person	1H 2006 Aggregate value of all IPT during the financial period under review (excluding transactions less than \$100,000)	1H 2005 Aggregate value of all IPT during the financial period under review (excluding transactions less than \$100,000)
Paid to subsidiaries of Stamford Land Corporation Ltd - Rental expense	\$272,000	\$294,000

Aggregate value of all IPT conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions below \$100,000) is nil for both 1H 2006 and 1H 2005.

18. Other information

On 26 May 2005, the Group proposed a restructure of the Group as detailed below:

- (a) to incorporate a new wholly owned subsidiary ("Cougar Logistics Corporation");
- (b) to transfer the Group's shareholding interests in the subsidiaries and associated companies carrying on the agency, terminal operations, warehousing and logistics businesses (the "Logistics Businesses") to Cougar Logistics Corporation; and
- (c) to demerge the Logistics Businesses by way of distribution in specie to the shareholders of the Company.

The restructuring exercise is conditional upon obtaining approval of shareholders and such other approvals and consents from the relevant regulatory authorities and third parties and the admission of Cougar Logistics Corporation to the Official List of the Singapore Exchange Securities Trading Limited ("SGX-ST") and the listing of and quotation for the Cougar Logistics Corporation Shares on the Main Board of the SGX-ST, on conditions acceptable to the Company.

In accordance with FRS 105 – Non-Current Assets held for Sale and Discontinued Operations, the income statement and cash flows on the Logistics Businesses for the period ended 30 September 2005 with comparatives for the corresponding period ending 30 September 2004, and the balance sheet as at 30 September 2005 with comparatives as at end of the immediately preceding financial year are as follows:-

	1H 2006 \$'000	1H 2005 \$'000
<u>Income Statement</u>		
Revenue	21,724	23,077
Net expenses	(20,214)	(22,117)
Operating profit	1,510	960
Finance income	61	79
Finance costs	(138)	(94)
Share of results of associated companies	420	175
Profit before taxation	1,853	1,120
Taxation	(238)	(29)
Profit after taxation	1,615	1,091
Minority interests	(36)	(178)
Net profit	1,579	913
	30.09.2005 \$'000	31.03.2005 \$'000
<u>Balance Sheet</u>		
Total assets	44,760	44,385
Total liabilities	16,110	16,198
Minority interests	7,007	6,968
	30.09.2005 \$'000	30.09.2004 \$'000
<u>Cash Flows</u>		
Cash inflow from operating activities	3,649	157
Cash outflow from investing activities	(417)	(3,362)
Cash (outflow)/inflow from financing activities	(1,068)	1,356
Net cash inflow / (outflow)	2,164	(1,849)

BY ORDER OF THE BOARD

Rebecca Marie Stephanie Tai-Yeo Hsiu Erh
Elizabeth Koe-Oo Kian Fei
Joint Company Secretaries
14 November 2005