

SINGAPORE SHIPPING CORPORATION LIMITED

(Company Registration Number: 198801332G)

**UNAUDITED THIRD QUARTER FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 31 DECEMBER 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.**

	Q3 2006 \$'000	Q3 2005 \$'000	Increase/ (decrease) %	YTD 2006 \$'000	YTD 2005 \$'000	Increase/ (decrease) %
Revenue	19,668	25,829	(23.9)	61,573	77,626	(20.7)
Other operating income	767	801	(4.2)	2,325	2,403	(3.2)
Depreciation	(1,168)	(2,505)	(53.4)	(4,189)	(7,371)	(43.2)
Direct operating costs	(8,353)	(10,152)	(17.7)	(25,925)	(30,475)	(14.9)
Staff costs	(7,280)	(7,217)	0.9	(23,740)	(21,954)	8.1
Other operating expenses	(1,393)	(944)	47.6	(3,601)	(3,140)	14.7
Operating profit before exceptional items	2,241	5,812	(61.4)	6,443	17,089	(62.3)
Exceptional items (i)	424	-	NM	69,186	-	NM
Operating profit Finance income (ii)	2,665	5,812	(54.1)	75,629	17,089	342.6
Finance costs (iii)	1,448	379	282.1	3,421	1,248	174.1
Share of results of associated companies	(942)	417	325.9	(2,286)	(180)	1,170.0
Profit before taxation	698	1,307	(46.6)	2,505	3,936	(36.4)
Taxation (iv)	3,869	7,915	(51.1)	79,269	22,093	258.8
Profit after taxation	(344)	(109)	215.6	(748)	(247)	202.8
	3,525	7,806	(54.8)	78,521	21,846	259.4
Attributable to:						
Shareholders of the Company	3,505	7,800	(55.1)	78,465	21,662	262.2
Minority interests	20	6	233.3	56	184	(69.6)
	3,525	7,806	(54.8)	78,521	21,846	259.4

Earnings per share, cents

Basic	18.0	5.0
Diluted	18.0	5.0

Q3: 3rd Quarter

YTD: Year-to-date

NM: Not meaningful

Notes to Unaudited Income Statement

Note (i) Exceptional items

	Q3 2006 \$'000	YTD 2006 \$'000
Gain on disposal of vessels	-	47,003
Gain on disposal of a subsidiary	-	13,061
Gain on disposal of associated companies	-	8,698
Recognition of negative goodwill from acquisition of additional interests in associated companies	424	424
	<u>424</u>	<u>69,186</u>

Note (ii) Finance income

	Q3 2006 \$'000	Q3 2005 \$'000	YTD2006 \$'000	YTD2005 \$'000
Interest income from deposits with banks and financial institutions	1,089	125	2,343	164
Interest and premium income on equity linked notes / deposits and options	273	111	737	898
Dividend income from investment In equity shares	1	-	92	-
Net gain on disposal of quoted equity shares	43	-	154	43
Write back of provision for diminution in value of equity linked notes / shares	42	-	95	-
Net exchange gain	-	143	-	143
	<u>1,448</u>	<u>379</u>	<u>3,421</u>	<u>1,248</u>

Note (iii) Finance costs

	Q3 2006 \$'000	Q3 2005 \$'000	YTD2006 \$'000	YTD2005 \$'000
Interest expense				
- Bank loans	86	68	228	175
- Finance leases	4	1	5	5
Exchange loss/(gain)	852	(486)	2,053	-
	<u>942</u>	<u>(417)</u>	<u>2,286</u>	<u>180</u>

Note (iv) 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:

	Q3 2006 \$'000	Q3 2005 \$'000	YTD2006 \$'000	YTD2005 \$'000
Profit before taxation	3,869	7,915	79,269	22,093
Taxation calculated at tax rate of 20% (previous corresponding period: 20%)	774	1,583	15,854	4,419
Singapore statutory stepped income exemption	(10)	-	(52)	(32)
Income or losses not subject to tax	(869)	(1,285)	(15,405)	(3,680)
Expenses not deductible for tax purposes	644	9	644	9
Utilisation of previously unrecognised tax losses	(4)	12	(4)	(202)
Over provision for prior years	(82)	(77)	(72)	(70)
Associated company's tax expense	(130)	(135)	(301)	(205)
Others	21	2	84	8
	344	109	748	247

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>	
	31.12.2005 \$'000	31.03.2005 \$'000	31.12.2005 \$'000	31.03.2005 \$'000
Non-current assets				
Property, plant and equipment	44,292	119,818	-	-
Investments in subsidiaries	-	-	54,629	67,511
Investments in associated companies	15,135	36,122	10,243	19,224
Long-term investments	518	451	-	-
	59,945	156,391	64,872	86,735
Assets classified as held for sale (i)	22,765	-	-	-
Current assets				
Inventories, at cost	110	326	-	-
Trade and other receivables	11,512	11,143	63,887	19,526
Short-term investments	9,293	9,812	-	-
Fixed deposits pledged (ii)	5,486	-	-	-
Cash and cash equivalents	169,227	28,009	90,773	7,118
	195,628	49,290	154,660	26,644
Current liabilities				
Bank overdrafts	-	18	-	-
Trade and other payables	13,968	10,608	23,885	7,391
Finance lease liabilities	71	28	-	-
Borrowings	13,711	9,230	-	-
Current taxation	781	703	240	-
	28,531	20,587	24,125	7,391
Net current assets	167,097	28,703	130,535	19,253
Non-current liabilities				
Finance lease liabilities	243	43	-	-
Borrowings	-	-	-	11,877
Deferred taxation	3,498	2,027	-	-
	3,741	2,070	-	11,877
Net assets	246,066	183,024	195,407	94,111
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	18,469	19,307	-	-
Retained earnings	176,225	112,402	151,060	49,764
	239,041	176,056	195,407	94,111
Minority interests	7,025	6,968	-	-
Total equity	246,066	183,024	195,407	94,111

Notes to Balance Sheet

Note (i) Assets classified as held for sale

On 23 December 2005, the Group announced that it had entered into agreements to sell 5 bunker vessels for a total consideration of US\$19 million. The proposed disposal is expected to be completed no later than 15 March 2006. As such, the Group has reclassified the total net book value of the 5 bunker vessels as "Assets classified as held for sale" accordingly.

Note (ii) Fixed deposits pledged

Fixed deposits of \$5,486,000 were pledged with a bank for the settlement of outstanding loans which will mature in January 2006.

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

Amount repayable in one year or less, or on demand

As at 31/12/2005		As at 31/03/2005	
Secured	Unsecured	Secured	Unsecured
\$5,461,000	\$8,250,000	-	\$9,230,000

Amount repayable after one year

As at 31/12/2005		As at 31/03/2005	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

Details of any collateral

Refer to Note (ii) to balance sheet.

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

	31.12.2005	Group 31.12.2004
	\$'000	\$'000
Cash flows from operating activities		
Profit before taxation	79,269	22,093
Adjustments for:		
Depreciation	4,189	7,371
Gain on disposal of property, plant and equipment	(47,055)	(40)
Property, plant and equipment written off		25
Gain on disposal of a subsidiary	(13,061)	-
Gain on disposal of associated companies	(8,698)	-
Negative goodwill on acquisition of additional interests in associated companies	(424)	-
Interest expense	233	180
Interest and premium income	(3,080)	(1,062)
Dividend income from investment in equity shares	(92)	-
Net gain on disposal of quoted equity shares	(154)	(43)
Allowance for decline in value of club memberships	68	42
Write back of allowance for diminution in value of short-term investments	(95)	-
Share of results of associated companies	(2,505)	(3,936)
Operating cash flow before working capital changes	<u>8,595</u>	<u>24,630</u>
Changes in working capital:		
Trade and other receivables	(451)	(2,661)
Inventories	182	(95)
Trade and other payables	3,126	(283)
Exchange differences	901	(834)
Cash generated from operations	<u>12,353</u>	<u>20,757</u>
Income tax paid	(378)	(530)
Net cash inflow from operating activities	<u>11,975</u>	<u>20,227</u>
Cash flows from investing activities		
Payments for property, plant and equipment	(6,518)	(2,101)
Payments for drydocking expenditure	-	(787)
Redemption of short-term investments	-	6,019
Purchase of short-term investments	(8,555)	-
Proceeds from disposal of quoted equity shares	9,429	3,117
Interest and premium received	2,886	900
Dividend received from associated companies	1,292	690
Dividend received from investment in equity shares	92	-
Repayment of loan from associated companies	2,512	1,794
Proceeds from disposal of associated companies	24,644	-
Proceeds from sale of property, plant and equipment	96,091	60
Net cash inflow from investing activities	<u>121,873</u>	<u>9,692</u>
Cash flows from financing activities		
Repayment of bank borrowings	(3,352)	-
Drawdown of bank borrowings	-	850
Interest paid	(238)	(188)
Fixed deposits pledged	(5,486)	-
Dividends paid	(17,441)	(6,540)
Net cash outflow from financing activities	<u>(26,517)</u>	<u>(5,878)</u>
Change in cash and cash equivalents	107,331	24,041
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	-
Cash outflow on acquisition of subsidiaries (ii)	(1,501)	-
Effects of exchange rate changes on cash and cash equivalents	109	69
Cash and cash equivalents at the end of the financial period	<u>169,227</u>	<u>34,725</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	(41)
Net identifiable assets and liabilities	<u>22,610</u>
Exchange reserve	(363)
	<u>22,247</u>
Total cash consideration received	35,308
Cash and cash equivalents disposed of	(11)
Net cash inflow	<u>35,297</u>

Note (ii) Cash outflow on acquisition of subsidiaries

The effect of acquisition of subsidiaries is set out below:

	\$'000
Property, plant and equipment	15,600
Long-term investments	135
Receivables	250
Trade and other payables	(482)
Borrowings	(7,834)
Deferred taxation	(1,448)
Net identifiable assets and liabilities	<u>6,221</u>
Less: Recognition of negative goodwill	(424)
Reclassification from investment in associated companies	(4,296)
	<u>1,501</u>
Total cash consideration paid	4,854
Cash and cash equivalents acquired	(3,353)
Net cash outflow	<u>1,501</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----->						Total Equity
	Share capital	Share premium	Other reserves	Retained earnings	Total	Minority interests	
	\$'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	-	-	(3,250)	-	(3,250)	(2)	(3,252)
Net profit for the financial period	-	-	-	21,662	21,662	184	21,846
Dividends	-	-	-	(6,540)	(6,540)	-	(6,540)
Balance at 31 Dec 2004	43,602	745	18,486	104,531	167,364	7,087	174,451
Currency translation differences	-	-	824	-	824	(1)	823
Net profit for the financial period	-	-	-	7,871	7,871	(118)	7,753
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	-	-	1,961	-	1,961	1	1,962
Net profit for the financial period	-	-	-	78,465	78,465	56	78,521
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 31 Dec 2005	43,602	745	18,469	176,225	239,041	7,025	246,066

<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	-	-	(415)	-	(415)
Net profit for the financial period	-	-	-	10,635	10,635
Dividends	-	-	-	(6,540)	(6,540)
Balance at 31 Dec 2004	43,602	745	(1,438)	40,602	83,511
Currency translation differences	-	-	374	-	374
Net profit for the financial period	-	-	-	10,226	10,226
Balance at 31 Mar 2005	43,602	745	(1,064)	50,828	94,111
Effect of adopting FRS 21 (i)	-	-	1,064	(1,064)	-
Balance at 31 Mar 2005 restated	43,602	745	-	49,764	94,111
Net profit for the financial period	-	-	-	118,737	118,737
Dividends	-	-	-	(17,441)	(17,441)
Balance at 31 Dec 2005	43,602	745	-	151,060	195,407

Notes to Statement of Changes in Equity

Note (i) 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>	
	31.12.2005	31.12.2004
Earnings per ordinary share based on:-		
(i) the weighted average number of ordinary shares in issue ; and	18.0 cents	5.0 cents
(ii) fully diluted basis	18.0 cents	5.0 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>	
	31.12.2005	31.03.2005	31.12.2005	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	\$0.55	\$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

	Q3 2006 \$'000	Q3 2005 \$'000	Favorable/ (unfavorable) %	YTD 2006 \$'000	YTD 2005 \$'000	Favorable/ (unfavorable) %
Ship owning and management	8,133	13,504	(39.8)	28,314	42,224	(32.9)
Agency and terminal operations	1,559	1,453	7.3	4,485	4,011	11.8
Warehousing and logistics	9,976	10,872	(8.2)	28,774	31,391	(8.3)
	19,668	25,829	(23.9)	61,573	77,626	(20.7)

The Group's turnover for Q3 2006 and YTD 2006 decreased by approximately \$6.2 million (23.9%) and \$16.1 million (20.7%) respectively when compared to Q3 2005 and YTD 2005.

The variance was attributable to the following:

- (i) Ship owning and management
The unfavorable variance is due to loss of revenue on disposal of the Group's container and multi-purpose vessels in June and July 2005.
- (ii) Agency and terminal operations
The favorable variance is due to higher stevedoring revenue, which arises from increase in number of principals' vessels calling at Singapore and higher tonnages handled.
- (iii) Warehousing and logistics segment
The 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

	Q3 2006	Q3 2005	Favorable/ (unfavorable)	YTD 2006	YTD 2005	Favorable/ (unfavorable)
	\$'000	\$'000	%	\$'000	\$'000	%
Ship owning and management	2,084	5,969	(65.1)	6,162	18,739	(67.1)
Agency and terminal operations	436	210	107.6	1,180	393	200.0
Warehousing and logistics	399	934	(57.3)	1,550	1,709	(9.3)
Unallocated items	162	687	(76.4)	387	821	(52.9)
	3,081	7,800	(60.5)	9,279	21,662	(57.2)
Exceptional Items	424	-	NM	69,186	-	NM
	3,505	7,800	(55.1)	78,465	21,662	262.2

NM: Not meaningful

The Group's net profit before exceptional items for Q3 2006 and YTD2006 decreased by approximately \$4.7 million (60.5%) and \$12.4 million (57.2%) respectively when compared to Q3 2005 and YTD 2005.

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 unfavorable variance was due mainly to recognition of preliminary expenses of approximately \$350,000 for Cougar Logistics Corporation Ltd. and lower turnover.

The decrease in depreciation and direct operating costs were 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, which owned a multi-purpose vessel and a very large crude carrier (VLCC).

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 (i) 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 to-date on disposal is approximately \$68.8 million.

The gain on disposal of the 5 bunker vessels will be recognised on delivery of the vessels, on 15 March 2006.

The Group's operating results will be affected by the demerger as disclosed in item 18 and the sale of the vessels. However the favorable impact from higher charter rates is felt primarily from the third quarter of this financial year.

11. Dividends

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

A one-tier tax exempt dividend in specie of 5 cents per ordinary share was distributed in January 2006 (totaling approximately \$21.8 million). Please refer to item 18 for details.

(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.

(d) 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>YTD 2006</u>					
Group's external revenue	28,314	4,485	28,774	-	61,573
Segment result	4,395	983	1,065	-	6,443
Exceptional items	-	-	-	69,186	69,186
Operating profit	4,395	983	1,065	69,186	75,629
Finance income	-	-	-	3,421	3,421
Finance costs	-	-	-	(2,286)	(2,286)
Share of results of associated companies	1,767	197	541	-	2,505
Profit before taxation	6,162	1,180	1,606	70,321	79,269
Taxation	-	-	-	(748)	(748)
Profit after taxation	6,162	1,180	1,606	69,573	78,521
Attributable to:					
Shareholders of the Company	6,162	1,180	1,550	69,573	78,465
Minority interests	-	-	56	-	56
	6,162	1,180	1,606	69,573	78,521
	Ship owning and management	Agency and terminal operations	Warehousing and logistics	Unallocated	Group
	\$'000	\$'000	\$'000	\$'000	\$'000
<u>YTD 2005</u>					
Group's external revenue	42,224	4,011	31,391	-	77,626
Segment result	15,276	285	1,528	-	17,089
Finance income	-	-	-	1,248	1,248
Finance costs	-	-	-	(180)	(180)
Share of results of associated companies	3,463	108	365	-	3,936
Profit before taxation	18,739	393	1,893	1,068	22,093
Taxation	-	-	-	(247)	(247)
Profit after taxation	18,739	393	1,893	821	21,846
Attributable to:					
Shareholders of the Company	18,739	393	1,709	821	21,662
Minority interests	-	-	184	-	184
	18,739	393	1,893	821	21,846

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 half	41,905	51,797	(19.1)
(b) Operating profit after taxation before deducting minority interest reported for first half:			
Before exceptional items	6,234	14,040	(55.6)
After exceptional items	74,996	14,040	434.2
(c) Sales reported for third quarter	19,668	25,829	(23.9)
(d) Operating profit after taxation before deducting minority interests reported for third quarter:			
Before exceptional items	3,101	7,806	(60.3)
After exceptional items	3,525	7,806	(54.8)
(e) Sales reported for year-to-date	61,573	77,626	(20.7)
(f) Operating profit after taxation before deducting minority interests reported for year-to date:			
Before exceptional items	9,335	21,846	(57.3)
After exceptional items	78,521	21,846	259.4

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	YTD 2006	YTD 2005
	Aggregate value of all IPT during the financial period under review (excluding transactions less than \$100,000)	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	\$408,000	\$439,000
- Management fee	\$105,000	\$135,000

Aggregate value of all IPT conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions below \$100,000) is nil for both YTD 2006 and YTD 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 demerger was completed through the distribution of 1 Cougar Logistics Corporation Ltd. ("CLC") share for every 4 Singapore Shipping Corporation Limited ("SSC") shares (equivalent to one-tier tax exempt dividend of 5 cents for every 1 ordinary share in SSC).

CLC is listed on the main board of the Singapore Exchange Securities Trading Limited and trading of its shares commenced on 25th January 2006.

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 31 December 2005 with comparatives for the corresponding period ending 31 December 2004, and the balance sheet as at 31 December 2005 with comparatives as at end of the immediately preceding financial year are as follows:-

	YTD 2006 \$'000	YTD 2005 \$'000
<u>Income Statement</u>		
Revenue	33,259	35,402
Net expenses	(31,211)	(33,589)
Operating profit	2,048	1,813
Finance income	90	49
Finance costs	(216)	(157)
Share of results of associated companies	738	473
Profit before taxation	2,660	2,178
Taxation	(413)	(126)
Profit after taxation	2,247	2,052
Minority interests	(56)	(184)
Net profit	2,191	1,868
	31.12.2005 \$'000	31.03.2005 \$'000
<u>Balance Sheet</u>		
Total assets	46,348	44,385
Total liabilities	17,522	16,198
Minority interests	7,025	6,968
	YTD 2006 \$'000	YTD 2005 \$'000
<u>Cash Flows</u>		
Cash inflow from operating activities	5,492	657
Cash outflow from investing activities	(2,078)	(2,013)
Cash (outflow) / inflow from financing activities	(1,516)	693
Net cash inflow / (outflow)	1,898	(663)

BY ORDER OF THE BOARD

Rebecca Marie Stephanie Tai-Yeo Hsiu Erh
Elizabeth Koe-Oo Kian Fei
Joint Company Secretaries
14 February 2006