

SEMBCORP MARINE LTD

First Quarter Financial Statements

PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	1Q 2006 \$'000	Group 1Q 2005 \$'000	+ / (-) %
Turnover	499,107	447,735	11.5
Cost of sales	(433,439)	(417,095)	3.9
Gross profit	65,668	30,640	114.3
Other operating income	5,391	4,026	33.9
Other operating expenses	(6,649)	(197)	3275.1
General and administrative expenses	(13,669)	(10,899)	25.4
Operating profit	50,741	23,570	115.3
Dividend and interest income	4,217	3,976	6.1
Interest expenses	(1,362)	(1,149)	18.5
Non-operating expense	(6,127)	-	n.m
Share of results of associated companies and joint venture	8,631	4,113	109.8
Profit before tax	56,100	30,510	83.9
Taxation	(12,607)	(6,599)	91.0
Profit after taxation	43,493	23,911	81.9
Attributable to:			
Shareholders of the Company	40,833	23,813	71.5
Minority Interests	2,660	98	2614.3
	43,493	23,911	81.9
Attributable to Shareholders of the Company excluding non-operating expense	46,960	23,813	97.2
Earnings per share (cents)			
Basic	2.81	1.67	68.3
Diluted	2.75	1.64	67.7

(a)(ii) items, which if significant must be included in the income statement.

	1Q 2006 \$'000	Group 1Q 2005 \$'000	+ / (-) %
Investment income	8	31	(74.2)
Interest income	4,209	3,945	6.7
Interest expenses	(1,362)	(1,149)	18.5
Depreciation and amortisation	(10,063)	(8,196)	22.8
Allowance for doubtful debts & bad debts written off	(165)	(16)	931.3
Allowance for stock obsolescence, net	(37)	(19)	94.7
Foreign exchange (loss)/gain, net	(6,591)	654	n.m
Profit after taxation as a percentage of Turnover	8.71%	5.34%	63.1
Net profit attributable to shareholders as a percentage of Issued Capital and Reserves at end of period	3.66%	2.30%	59.1

n.m. : not meaningful

Notes:

	1Q 2006 \$'000	Group 1Q 2005 \$'000
(i) Over/(under)-provision of tax in respect of prior years, net	248	(4)
(ii) Profit on disposal of fixed assets, net	6	33
(iii) Non-operating expense: Impairment in value of asset held for sale	6,127	-

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

Balance Sheet

	Group		Company	
	31-Mar-2006	31-Dec-2005	31-Mar-2006	31-Dec-2005
	\$'000	\$'000	\$'000	\$'000
Non Current Assets				
Fixed assets	630,010	579,584	176,344	177,679
Subsidiary companies	-	-	490,852	490,852
Associated companies and joint venture company	128,722	123,645	66,259	66,259
Other long-term investments	88,411	77,931	87,918	77,438
Long-term trade debtors	44,699	47,390	40,458	41,602
Intangible assets	3,573	3,601	122	122
Deferred tax asset	872	872	-	-
Total Non Current Assets	896,287	833,023	861,953	853,952
Current Assets				
Stocks and work-in-progress	979,301	632,990	-	-
Trade debtors	158,078	239,199	61,848	44,278
Asset held for sale	-	52,230	-	-
Other debtors	55,037	37,238	98,042	101,033
Fixed deposits	279,967	457,468	45,352	51,746
Bank and cash balances	110,916	73,989	4,278	10,381
Total Current Assets	1,583,299	1,493,114	209,520	207,438
Current Liabilities				
Trade creditors	601,275	558,749	10,743	11,248
Other creditors and provisions	32,591	22,991	1,516	3,226
Excess progress billings over work-in-progress	369,452	375,299	-	-
Borrowings	44,179	-	-	-
Provision for taxation	35,319	25,832	872	801
Total Current Liabilities	1,082,816	982,871	13,131	15,275
Net Current Assets	500,483	510,243	196,389	192,163
Total Assets less Current Liabilities	1,396,770	1,343,266	1,058,342	1,046,115
Non-Current Liabilities				
Long term borrowings	149,738	149,720	149,738	149,720
Deferred taxation	71,923	69,567	43,972	41,872
Hire purchase creditors	171	213	-	-
Other provisions	8,252	8,069	2,895	2,895
Total Non-Current Liabilities	230,084	227,569	196,605	194,487
	1,166,686	1,115,697	861,737	851,628
Capital & Reserves				
Share Capital*	406,909	145,036	406,909	145,036
Reserves	707,412	920,509	454,828	706,592
	1,114,321	1,065,545	861,737	851,628
Minority interests	52,365	50,152	-	-
	1,166,686	1,115,697	861,737	851,628

* Pursuant to the Companies (Amendment) Act 2005 effective 30 January 2006, the concept of authorized share capital and par value has been abolished. The credit in the share premium account has been transferred to the share capital account as at that date.

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-Mar-2006		As at 31-Dec-2005	
Secured	Unsecured	Secured	Unsecured
-	44,179,000	-	-

Amount repayable after one year

As at 31-Mar-2006		As at 31-Dec-2005	
Secured	Unsecured	Secured	Unsecured
-	149,738,000	-	149,720,000

Details of Collateral

Not Applicable.

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

Cash Flow Statement for the period ended 31 March

	Group	
	1Q 2006	1Q 2005
	\$'000	\$'000
Cash flow from operating activities:		
Operating profit	50,741	23,570
Adjustments for:		
Depreciation of fixed assets	10,017	8,178
Profit on disposal of fixed assets	(6)	(33)
Fixed assets written off	368	1
Share-based payment expenses	910	302
Amortisation	46	18
Operating income before reinvestment in working capital	62,076	32,036
Decrease in debtors	66,028	96,119
(Increase)/decrease in stocks and work-in-progress	(352,158)	166,594
Increase/(decrease) in creditors	53,001	(46,295)
Cash (used in)/provided by operations	(171,053)	248,454
Investment and interest income received	4,218	3,457
Interest paid	(2,485)	(2,271)
Income taxes paid	(1,525)	(1,414)
Net cash (used in)/provided by operating activities	(170,845)	248,226
Cash flow from investing activities:		
Purchase of fixed assets	(16,227)	(26,596)
Purchase of associated companies	-	(47,456)
Proceeds from sale of fixed assets	63	33
Proceeds from sale of long term investment	-	105
Dividends from associated companies	-	177
Net cash used in investing activities	(16,164)	(73,737)
Cash flow from financing activities:		
Repayment of hire purchase creditors	(77)	(405)
Proceeds from short term bank loans	44,179	-
Proceeds from issue of new shares:		
- by the Company	2,333	6,892
- by a subsidiary company to minority shareholder	-	6,482
Net cash provided by financing activities	46,435	12,969
Net (decrease)/increase in cash and cash equivalents	(140,574)	187,458
Cash and cash equivalents at beginning of period	531,457	469,484
Cash and cash equivalents at end of period	390,883	656,942

Cash and cash equivalents included in the consolidated statement of cash flows comprise:

	1Q 2006	1Q 2005
	\$'000	\$'000
Fixed deposit, bank and cash balances	390,883	656,942

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

Statement of Changes in Equity for the period ended 31 March

GROUP	Attributable to equity holders of the Company								
	Share capital	Share premium	Capital reserves	Foreign currency translation reserve	Other reserves	Revenue reserve	Total	Minority Interest	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
1Q 2006									
At 1 January 2006	145,036	259,540	6,770	(1,209)	53,170	602,238	1,065,545	50,152	1,115,697
Transfer to share capital	259,540	(259,540)	-	-	-	-	-	-	-
Issue of new shares									
- under Share Option Plan	2,333	-	-	-	-	-	2,333	-	2,333
Foreign currency translation	-	-	-	(3,688)	-	-	(3,688)	(457)	(4,145)
Net fair value changes*	-	-	-	-	8,391	-	8,391	-	8,391
Cost of share-based payment	-	-	-	-	907	-	907	10	917
Profit for the period	-	-	-	-	-	40,833	40,833	2,660	43,493
At 31 March 2006	406,909	-	6,770	(4,897)	62,468	643,071	1,114,321	52,365	1,166,686

GROUP	Attributable to equity holders of the Company								
	Share capital	Share premium	Capital reserves	Foreign currency translation reserve	Other reserves	Revenue reserve	Total	Minority Interest	Total Equity
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
1Q 2005									
At 1 January 2005									
- As previously reported	142,761	242,811	1,243	(4,417)	-	586,502	968,900	33,810	1,002,710
- Changes in accounting policy									
FRS 102	-	-	-	-	1,135	(1,135)	-	-	-
FRS 39*	-	-	-	-	24,040	(963)	23,077	63	23,140
- As restated	142,761	242,811	1,243	(4,417)	25,175	584,404	991,977	33,873	1,025,850
Issue of new shares									
- under Share Option Plan	863	6,029	-	-	-	-	6,892	-	6,892
- to minority shareholder	-	-	-	-	-	-	-	6,482	6,482
Foreign currency translation	-	-	-	(1,606)	-	-	(1,606)	(214)	(1,820)
Net fair value changes*	-	-	-	-	14,142	-	14,142	-	14,142
Cost of share-based payment	-	-	-	-	302	-	302	2	304
Profit for the period	-	-	-	-	-	23,813	23,813	98	23,911
At 31 March 2005	143,624	248,840	1,243	(6,023)	39,619	608,217	1,035,520	40,241	1,075,761

* After adjustments for deferred taxation.

Statement of Changes in Equity for the period ended 31 March (cont'd)

COMPANY	Share capital \$'000	Share premium \$'000	Capital reserves \$'000	Other reserves \$'000	Revenue reserve \$'000	Total Equity \$'000
1Q 2006						
At 1 January 2006	145,036	259,540	960	50,196	395,896	851,628
Transfer to share capital	259,540	(259,540)	-	-	-	-
Issue of new shares - under Share Option Plan	2,333	-	-	-	-	2,333
Net fair value changes*	-	-	-	8,395	-	8,395
Cost of share-based payment	-	-	-	160	-	160
Loss for the period	-	-	-	-	(779)	(779)
At 31 March 2006	406,909	-	960	58,751	395,117	861,737

	Share capital \$'000	Share premium \$'000	Capital reserve \$'000	Other reserves \$'000	Revenue reserve \$'000	Total Equity \$'000
1Q 2005						
At 1 January 2005						
- As previously reported	142,761	242,811	960	-	417,377	803,909
- Changes in accounting policy FRS 102	-	-	-	224	(224)	-
FRS 39*	-	-	-	24,035	-	24,035
- As restated	142,761	242,811	960	24,259	417,153	827,944
Issue of new shares - under Share Option Plan	863	6,029	-	-	-	6,892
Net fair value changes*	-	-	-	14,244	-	14,244
Cost of share-based payment	-	-	-	59	-	59
Profit for the period	-	-	-	-	5,982	5,982
At 31 March 2005	143,624	248,840	960	38,562	423,135	855,121

* After adjustments for deferred taxation.

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 end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year

Pursuant to the Companies (Amendment) Act 2005 effective 30 January 2006, the concept of authorized share capital and par value has been abolished. The credit in the share premium account has been transferred to the share capital account as at that date.

During the financial period, the Company issued 2,640,650 ordinary shares upon the exercise of options granted under the SembCorp Marine Share Option Plan (the "Plan").

As at 31 March 2006, there were 45,103,450 (31 December 2005: 48,412,175) unexercised options for un-issued ordinary shares under the Plan.

The details of the Plan (which was started in 1991 as the Jurong Shipyard Limited Executives' Share Option Scheme) were set out in the financial statements of that year.

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

The figures have not been audited or reviewed by its auditors, Messrs Ernst & Young.

3. Where the figures 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 financial statements for the current financial period compared with those of the audited financial statements as at 31 December 2005.

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

Not applicable.

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

	1Q 2006	Group 1Q 2005	+/(-)%
Earnings per ordinary share of the Group for the financial period based on net profit attributable to shareholders:			
(i) Based on the weighted average number of shares (cents)	2.81	1.67	68.3
Weighted average number of shares	1,451,147,357	1,429,617,248	1.5
(ii) On a fully diluted basis (cents)	2.75	1.64	67.7
Adjusted weighted average number of shares	1,486,039,357	1,448,589,248	2.6

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 period reported on and (b) immediately preceding financial year

	Group			Company		
	Mar-2006	Dec-2005	+/(-) %	Mar-2006	Dec-2005	+/(-) %
Net asset value per ordinary share based on issued share capital at the end of the financial period (cents)	76.69	73.47	4.4	59.31	58.72	1.0

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 period reported on

Review of Group Performance

1Q 2006 versus 1Q 2005

	1Q 2006	1Q 2005	+/(-)	+/(-)
	S\$m	S\$m	S\$m	%
Ship Repair	130.2	96.1	34.1	35.5
Conversion	75.7	223.1	(147.4)	(66.1)
Rig Building	194.5	47.9	146.6	306.1
Shipbuilding	46.9	51.4	(4.5)	(8.8)
Other Activities	51.8	29.2	22.6	77.4
Group Turnover	499.1	447.7	51.4	11.5

Group turnover for 1Q 2006 increased by 11.5% from \$447.7 million in 1Q 2005 to \$499.1 million with growth mainly from rig building and ship repair business. The lower conversion revenue is mainly due to the marine hull conversion of turnkey FPSO project nearing completion and certain new conversion projects still at early stages of production.

Group Operating Profit and Pre-tax Profit

Group operating profits increased by 115.3% from \$23.6 million in 1Q 2005 to \$50.7 million in 1Q 2006. Group pre-tax profits increased by 83.9% from \$30.5 million in 1Q 2005 to \$56.1 million. The increase is mainly attributable to better operating margins from rig building and ship repair business as well as better contribution from associated companies.

Group Profit Attributable to Members of the Company

Group attributable profits increased by 71.5% from \$23.8 million in 1Q 2005 to \$40.8 million. Excluding the non-operating expense of \$6.1 million, Group attributable profits increased by 97.2% to \$47.0 million.

Review of Balance Sheet

Stock and work-in progress (WIP)

Group 'Stock and work-in-progress (WIP)' balances increased significantly mainly due to increase in rig building projects.

Asset held for sale

Group 'Asset held for sale' as at 31 December 2005 of \$52.2 million relates to a vessel which was acquired in June 2004 when a subsidiary company exercised its rights as mortgagee to take possession of the asset when the owners defaulted on their payment under financing terms granted in respect of the vessel's repair.

This amount has been reclassified as fixed asset during the current quarter as the offer to buy the vessel has not materialized. Based on a recent independent external valuation, a further impairment in value of \$6.1 million has been recorded as a non-operating expense in the profit and loss account. The Group is actively pursuing various alternatives of either selling or chartering out this vessel soon.

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

There is no variance from the previous forecast.

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

Total outstanding order book, excluding ship repair, currently stands at \$6.8 billion. In 2006, the Group has secured contracts worth a total of \$1.9 billion with deliveries and completion till 2009.

Going forward, the Group expects the current year's overall performance to be stronger than FY 2005, based on the scheduled completion of projects.

The ship repair sector remains strong despite a competitive environment.

For ship conversion and offshore sector, market fundamentals for Floating Production Storage Offloading (FPSO) vessels and Floating Storage Offloading (FSO) vessels continue to be strong, driven mainly by high oil prices and increased exploration and production activities.

Rig building continues to provide robust demand due to high worldwide utilization rates, unprecedented high charter rates as well as an aging rig fleet worldwide.

Overall, market outlook for all sectors in the marine and offshore industry remains strong.

This release may contain forward-looking statements that involve risks and uncertainties. Actual future performance, outcomes and results may differ materially from those expressed in forward-looking statements as a result of a number of risks, uncertainties and assumptions. Representative examples of these factors include (without limitation) general industry and economic conditions, interest rate trends, cost of capital and capital availability, competition from other companies and venues for the sale and distribution of goods and services, shifts in customer demands, customers and partners, changes in operating expenses, including employee wages, benefits and training, governmental and public policy changes. You are cautioned not to place undue reliance on these forward-looking statements, which are based on current view of management on future events.

11. Dividend

(a) Current Financial Period Reported On

Any dividend recommended for the current financial period reported on? No.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No.

(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/(recommended) for this current period.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

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

	Ship & rig repair, building and conversion \$'000	Ship chartering \$'000	Others \$'000	Eliminations \$'000	Total \$'000
(a) By business segment: 1Q 2006					
Turnover					
Sales to external parties	468,194	-	30,913	-	499,107
Inter-segment sales	49,788	-	37,463	(87,251)	-
Consolidated sales	<u>517,982</u>	<u>-</u>	<u>68,376</u>	<u>(87,251)</u>	<u>499,107</u>
Results					
Segment results	48,705	(57)	2,093	-	50,741
Dividend and interest income	4,094	54	69	-	4,217
Interest expenses	(1,362)	-	-	-	(1,362)
Non-operating expense	(6,127)	-	-	-	(6,127)
Share of results of associated companies & joint venture	8,526	179	(74)	-	8,631
Profit before taxation	53,836	176	2,088	-	56,100
Taxation	(12,259)	-	(348)	-	(12,607)
Profit after taxation	<u>41,577</u>	<u>176</u>	<u>1,740</u>	<u>-</u>	<u>43,493</u>
Other information					
Capital expenditure	16,209	-	18	-	16,227
Depreciation	9,691	39	287	-	10,017
Amortisation	46	-	-	-	46
Other segment assets					
Interest bearing assets	420,455	5,603	9,759	-	435,817
Investments in associated companies & joint venture	104,718	19,163	4,841	-	128,722
Deferred tax assets	865	-	7	-	872
Tax recoverable	-	-	496	-	496
Total segment assets	<u>2,404,887</u>	<u>25,751</u>	<u>48,948</u>	<u>-</u>	<u>2,479,586</u>
Other segment liabilities					
Interest bearing liabilities	190,050	-	4,212	-	194,262
Deferred taxation	70,581	59	1,283	-	71,923
Provision for taxation	31,709	946	2,664	-	35,319
Total segment liabilities	<u>1,287,474</u>	<u>1,023</u>	<u>24,403</u>	<u>-</u>	<u>1,312,900</u>

Information by segment on Group operations (cont'd)

	Ship & rig repair, building and conversion \$'000	Ship chartering \$'000	Others \$'000	Eliminations \$'000	Total \$'000
(a) By business segment: 1Q 2005					
Turnover					
Sales to external parties	426,782	-	20,953	-	447,735
Inter-segment sales	89,997	-	17,221	(107,218)	-
Consolidated sales	<u>516,779</u>	<u>-</u>	<u>38,174</u>	<u>(107,218)</u>	<u>447,735</u>
Results					
Segment results	22,272	(111)	1,409	-	23,570
Dividend and interest income	3,883	82	11	-	3,976
Interest expenses	(1,149)	-	-	-	(1,149)
Share of results of associated companies & joint venture	<u>4,159</u>	<u>35</u>	<u>(81)</u>	<u>-</u>	<u>4,113</u>
Profit before taxation	29,165	6	1,339	-	30,510
Taxation	(6,359)	(7)	(233)	-	(6,599)
Profit after taxation	<u>22,806</u>	<u>(1)</u>	<u>1,106</u>	<u>-</u>	<u>23,911</u>
Other information					
Capital expenditure	74,040	-	12	-	74,052
Depreciation	7,844	39	295	-	8,178
Amortisation	18	-	-	-	18
Other segment assets					
Other segment assets	1,105,344	936	43,210	-	1,149,490
Interest bearing assets	665,708	14,451	5,326	-	685,485
Investments in associated companies & joint venture	99,625	9,483	2,034	-	111,142
Deferred tax asset	1,463	-	7	-	1,470
Tax recoverable	-	-	118	-	118
Total segment assets	<u>1,872,140</u>	<u>24,870</u>	<u>50,695</u>	<u>-</u>	<u>1,947,705</u>
Other segment liabilities					
Other segment liabilities	620,622	2,206	17,679	-	640,507
Interest bearing liabilities	153,668	-	-	-	153,668
Deferred taxation	55,963	93	1,518	-	57,574
Provision for taxation	18,704	121	1,370	-	20,195
Total segment liabilities	<u>848,957</u>	<u>2,420</u>	<u>20,567</u>	<u>-</u>	<u>871,944</u>

Pricing of inter-segment sales and transfers are carried out on an arm's length basis.

(b) By geographical area

The Group operates principally in the Republic of Singapore. In presenting information on the basis of geographical segments, segment revenue is based on the geographical location of customers. Segment assets are based on the geographical location of the assets.

	Singapore \$'000	Rest of Asia \$'000	Europe \$'000	Others \$'000	Eliminations \$'000	Total \$'000
1Q 2006						
Revenue from external customers	108,325	104,436	214,654	71,692	-	499,107
Total segment assets	2,296,859	154,755	-	27,972	-	2,479,586
Capital expenditure	15,891	336	-	-	-	16,227
1Q 2005						
Revenue from external customers	86,057	44,818	240,933	75,927	-	447,735
Total segment assets	1,847,071	83,139	-	17,495	-	1,947,705
Capital expenditure	26,466	47,586	-	-	-	74,052

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

Please refer to paragraph 8.

15. A breakdown of sales

Not applicable.

16. Interested Person Transactions

Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)

	1Q 2006 \$'000	1Q 2005 \$'000
Transaction for the Sales of Goods and Services		
Keppel Corporation Ltd and its associates	779	4,806
Neptune Orient Lines Ltd and its associates	4,050	-
SembCorp Industries Limited and its associates	709	1,808
PSA International Pte Ltd and its associates	(391)	277
Transaction for the Purchase of Goods and Services		
Keppel Corporation Ltd and its associates	140	-
SembCorp Industries Limited and its associates	6,589	4,940
Management and Support Services		
SembCorp Industries Limited	63	250
Total Interested Person Transactions	<u>11,939</u>	<u>12,081</u>
Treasury Transactions		
Placement of Funds with/(from) - as at 31 March		
SembCorp Industries Limited and its associates	22,807	9,187
SembCorp Industries Limited and its associates	-	(2,654)

Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)

	1Q 2006 \$'000	1Q 2005 \$'000
Transaction for the Sales of Goods and Services		
Neptune Orient Lines Ltd and its associates	-	1,700
Total Interested Person Transactions	<u>-</u>	<u>1,700</u>

BY ORDER OF THE BOARD

KWONG SOOK MAY
Company Secretary
3 May 2006