



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 2005 \$'000	Group 1Q 2004 (Restated) \$'000	+ / (-) %
Turnover	447,735	245,005	82.7
Cost of sales	(417,095)	(214,687)	94.3
Gross profit	<u>30,640</u>	<u>30,318</u>	1.1
Other operating income/(expense), net	3,829	(1,523)	n.m.
General and administrative expenses	(10,899)	(10,633)	2.5
Operating profit	<u>23,570</u>	<u>18,162</u>	29.8
Dividend and net interest income	2,827	2,913	(3.0)
Share of results of associated companies & joint venture	4,113	1,649	149.4
Profit before tax	<u>30,510</u>	<u>22,724</u>	34.3
Taxation	(6,599)	(1,331)	395.8
Profit after taxation	<u><u>23,911</u></u>	<u><u>21,393</u></u>	11.8
Attributable to:			
Shareholders of the Company	23,813	21,064	13.1
Minority Interests	98	329	(70.2)
	<u><u>23,911</u></u>	<u><u>21,393</u></u>	11.8
Attributable to Shareholders of the Company excluding prior year tax under/over-provision	<u>23,817</u>	<u>16,736</u>	42.3
Earnings per share (cents)			
Basic	1.67	1.48	12.8
Diluted	1.64	1.48	10.8

n.m. : not meaningful

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

	1Q 2005	Group 1Q 2004 (Restated)	+ / (-)
	\$'000	\$'000	%
Investment income	31	5	520.0
Interest income	3,945	3,334	18.3
Interest on borrowings	(1,149)	(426)	169.7
Depreciation and amortisation	(8,196)	(9,148)	(10.4)
(Provision)/write-back of provision for doubtful debts, net and bad debts written off	(16)	150	n.m.
Provision for stock obsolescence, net	(19)	(22)	(13.6)
Foreign exchange gain/(loss), net	654	(3,185)	n.m.
Profit after taxation as a percentage of Turnover	5.34%	8.73%	(38.8)
Net profit attributable to shareholders as a percentage of Issued Capital and Reserves at end of period	2.28%	2.22%	2.7

n.m. : not meaningful

Notes:

- (i) The Group tax charge in 1Q 2005 included an under-provision of tax for \$4,000 in respect of prior years (1Q 2004: over-provision \$4,328,000).
- (ii) The Group profit on disposal of property, plant and equipment in 1Q 2005 amounted to \$33,000. (1Q 2004: \$75,000)
- (iii) There were no extraordinary and exceptional items during the period.

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-2005	31-Dec-2004 (Restated)	31-Mar-2005	31-Dec-2004 (Restated)
	\$'000	\$'000	\$'000	\$'000
Non Current Assets				
Fixed assets	477,262	460,020	175,130	176,449
Subsidiary companies	-	-	493,426	490,852
Associated companies & joint venture	111,142	67,487	73,842	26,387
Other long-term investments	71,293	23,666	66,954	19,105
Long-term trade debtors	76,982	83,249	50,051	56,000
Intangible assets	3,539	3,539	122	122
Deferred tax asset	1,470	1,470	-	-
Total Non Current Assets	741,688	639,431	859,525	768,915
Current Assets				
Stocks and work-in-progress	272,969	390,940	-	-
Trade debtors	178,982	267,237	73,883	70,798
Asset held for sale	53,192	53,192	-	-
Other debtors	43,932	39,081	78,102	53,073
Fixed deposits	519,729	361,164	37,656	70,893
Bank and cash balances	137,213	108,320	8,213	29,561
Total Current Assets	1,206,017	1,219,934	197,854	224,325
Current Liabilities				
Trade creditors	427,840	474,643	9,569	6,067
Other creditors and provisions	24,397	24,358	1,962	2,244
Excess progress billings over work-in-progress	185,037	136,414	-	-
Borrowings	58	-	-	-
Provision for taxation	20,195	16,277	462	343
Total Current Liabilities	657,527	651,692	11,993	8,654
Net Current Assets	548,490	568,242	185,861	215,671
Total Assets less Current Liabilities	1,290,178	1,207,673	1,045,386	984,586
Non-Current Liabilities				
Long term borrowings	149,663	149,645	149,663	149,645
Deferred taxation	48,029	47,980	28,137	28,137
Hire purchase creditors	175	333	-	-
Other provisions	7,005	7,005	2,895	2,895
Total Non-Current Liabilities	204,872	204,963	180,695	180,677
	1,085,306	1,002,710	864,691	803,909
Capital & Reserves				
Share Capital	143,624	142,761	143,624	142,761
Reserves	901,441	826,139	721,067	661,148
	1,045,065	968,900	864,691	803,909
Minority interests	40,241	33,810	-	-
	1,085,306	1,002,710	864,691	803,909

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-2005		As at 31-Dec-2004	
Secured	Unsecured	Secured	Unsecured
58,000	-	-	-

Amount repayable after one year

As at 31-Mar-2005		As at 31-Dec-2004	
Secured	Unsecured	Secured	Unsecured
-	149,663,000	-	149,645,000

Details of Collateral The borrowings were secured by floating charge on the subsidiary company's assets under a deed of debenture and corporate guarantee from a subsidiary company.

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 2005 \$'000	1Q 2004 (Restated) \$'000
Cash flow from operating activities		
Operating profit	23,570	18,162
Adjustments for:		
Depreciation of fixed assets	8,178	9,148
Gain on sale of fixed assets	(33)	(75)
Fixed assets written off	1	-
Share-based payment expenses	302	136
Amortisation of borrowing costs	18	-
Operating income before reinvestment in working capital	32,036	27,371
Decrease in debtors	96,119	92,403
Decrease/(increase) in stocks and work-in-progress	166,594	(186,908)
(Decrease)/increase in creditors	(46,295)	6,594
Cash provided by/(used in) operations	248,454	(60,540)
Investment and interest income received	3,457	3,372
Interest paid	(2,271)	(326)
Income taxes paid	(1,414)	(2,056)
Net cash provided by/(used in) operating activities	248,226	(59,550)
Cash flow from investing activities		
Acquisition of subsidiary companies	-	(660)
Purchase of fixed assets	(26,596)	(7,394)
Purchase of associated companies	(47,456)	-
Purchase of other long term investments	-	(14,298)
Proceeds from sale of fixed assets	33	86
Proceeds from sale of long term investment	105	-
Dividends from associated companies	177	741
Net cash used in investing activities	(73,737)	(21,525)
Cash flow from financing activities:		
Dividend paid by subsidiary to minority shareholders	-	(401)
Additional short term bank loan, net	-	70,590
Repayment of hire purchase creditors	(405)	(419)
Proceeds from issue of new shares:		
- by the Company	6,892	796
- by a subsidiary company to minority shareholder	6,482	6,848
Net cash provided by financing activities	12,969	77,414
Net increase/(decrease) in cash and cash equivalents	187,458	(3,661)
Cash and cash equivalents at beginning of period	469,484	148,407
Cash and cash equivalents at end of period	656,942	144,746

The acquisition of subsidiary companies has been shown as a single item. The effect on the individual assets and liabilities is set out below.

	Group	
	1Q 2005	1Q 2004
	\$'000	(Restated) \$'000
Fixed assets	-	4,976
Other long term quoted investment	-	1
Stocks and work-in-progress	-	7,450
Debtors	-	18,454
Bank and cash balances	-	456
Bank overdrafts, unsecured	-	(722)
Creditors	-	(22,861)
Current taxation	-	(310)
Deferred tax	-	(102)
	<hr/>	<hr/>
Net assets acquired	-	7,342
Minority interests	-	(3,304)
Amount taken up as associated company	-	(3,671)
Goodwill on acquisition	-	27
	<hr/>	<hr/>
Purchase consideration paid	-	394
	<hr/>	<hr/>

The acquisition of subsidiary companies, net of cash is represented by :

Cash paid	-	(394)
Less : Bank and cash balances acquired	-	456
Add : Bank overdrafts, unsecured acquired	-	(722)
	<hr/>	<hr/>
Net cash outflow	-	(660)
	<hr/>	<hr/>

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

	Group	
	1Q 2005	1Q 2004
	\$'000	\$'000
Fixed deposit, bank and cash balances	656,942	199,125
Less : Fixed deposit pledged with a bank for banking facilities	-	(54,379)
Cash & cash equivalent in consolidated statement for cash flow	<hr/> 656,942 <hr/>	<hr/> 144,746 <hr/>

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 \$'000	Share premium \$'000	Capital reserve \$'000	Foreign currency translation reserve \$'000	Other reserves \$'000	Revenue reserve \$'000	Total \$'000	Minority interest \$'000	Total equity \$'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 policies									
FRS 102	-	-	-	-	1,135	(1,135)	-	-	-
FRS 39	-	-	-	-	30,049	(963)	29,086	63	29,149
- As restated	142,761	242,811	1,243	(4,417)	31,184	584,404	997,986	33,873	1,031,859
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)	(212)	(1,818)
Net fair value changes	-	-	-	-	17,678	-	17,678	-	17,678
Cost of share-based payment	-	-	-	-	302	-	302	2	304
Profit for the period	-	-	-	-	-	23,813	23,813	96	23,909
At 31 March 2005	143,624	248,840	1,243	(6,023)	49,164	608,217	1,045,065	40,241	1,085,306
1Q 2004									
At 1 January 2004									
- As previously reported	142,005	237,950	1,357	(2,566)	-	548,381	927,127	14,746	941,873
- Changes in accounting policies									
FRS 102	-	-	-	-	220	(220)	-	-	-
- As restated	142,005	237,950	1,357	(2,566)	220	548,161	927,127	14,746	941,873
Issue of new shares									
- under Share Option Plan	110	686	-	-	-	-	796	-	796
- to minority shareholder	-	-	-	-	-	-	-	6,848	6,848
Change in group structure	-	-	-	-	-	-	-	2,904	2,904
Write off by associated company	-	-	(114)	-	-	-	(114)	-	(114)
Foreign currency translation	-	-	-	(218)	-	-	(218)	-	(218)
Cost of share-based payment	-	-	-	-	136	-	136	-	136
Profit for the period	-	-	-	-	-	21,064	21,064	329	21,393
At 31 March 2004	142,115	238,636	1,243	(2,784)	356	569,225	948,791	24,827	973,618

Statement of Changes in Equity for the period ended 31 March (con't)

	Share capital \$'000	Share premium \$'000	Capital reserve \$'000	Other reserves \$'000	Revenue reserve \$'000	Total \$'000
<u>COMPANY</u>						
1Q 2005						
At 1 January 2005						
- As previously reported	142,761	242,811	960	-	417,377	803,909
- Change in accounting policies						
FRS 102	-	-	-	224	(224)	-
FRS 39	-	-	-	30,044	-	30,044
- As restated	142,761	242,811	960	30,268	417,153	833,953
Issue of new shares under Share Option Plan	863	6,029	-	-	-	6,892
Net fair value changes	-	-	-	17,805	-	17,805
Cost of share-based payment	-	-	-	59	-	59
Profit for the period	-	-	-	-	5,982	5,982
At 31 March 2005	143,624	248,840	960	48,132	423,135	864,691
1Q 2004						
At 1 January 2004						
- As previously reported	142,005	237,950	960	-	419,744	800,659
- Change in accounting policies						
FRS 102	-	-	-	44	(44)	-
As restated	142,005	237,950	960	44	419,700	800,659
Issue of new shares under Share Option Plan	110	686	-	-	-	796
Cost of share-based payment	-	-	-	27	-	27
Profit for the period	-	-	-	-	2,756	2,756
At 31 March 2004	142,115	238,636	960	71	422,456	804,238

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

During the financial year, the Company issued 8,630,320 ordinary shares of \$0.10 each upon the exercise of options granted under the SembCorp Marine Share Option Plan (the "Plan").

As at 31 March 2005, there were 48,079,290 (31 December 2004: 56,753,150) unexercised options for un-issued ordinary shares of \$0.10 each 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 2004 except for the adoption of the following new Financial Report standards (FRS) that are mandatory for the financial years beginning on or after 1 January 2005:

FRS 39	Financial instruments: recognition and measurement
FRS 102	Share-based payment

The impact of the changes in accounting policies is as follows:

FRS 39

In accordance with the transitional provisions of FRS 39, the effect of recognition, derecognition and measurement of financial instruments, for periods prior to 1 January 2005, is not restated. Consequently, the comparative figures for 2004 have not been restated. On 1 January 2005, the following transitional adjustments were made:

	<u>Fair Value Reserves</u>	<u>Revenue Reserves</u>	<u>Group Total</u>	<u>Fair Value Reserves</u>	<u>Revenue Reserves</u>	<u>Company Total</u>
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
Fair valuation of:						
Long term investments	30,049	-	30,049	30,044	-	30,044
Derivatives	-	(963)	(963)	-	-	-
Total	<u>30,049</u>	<u>(963)</u>	<u>29,086</u>	<u>30,044</u>	<u>-</u>	<u>30,044</u>

The adoption of FRS 39 has resulted in an increase in equity of the Group and the Company as at 1 January 2005 of \$29.1 million and \$30.0 million respectively. These are after adjusting for the related deferred taxes. In accordance with the transitional adjustment rules, there is no restatement of the 1Q-2004 profit and loss account of the Group and the Company.

FRS 102

As a result of adopting FRS 102, the Group and the Company adjusted downwards the opening revenue reserves as at 1 January 2004 by \$220,000 and \$44,000 respectively.

Net profit for the Group and the Company for 1Q 2004 were decreased by \$136,000 and \$27,000 respectively. The effect of FRS 102 on the Group's basic and diluted EPS for 1Q-2004 is as follows:

Basic EPS	:	reduction of 0.01 cent
Diluted EPS	:	reduction of 0.01 cent

FRS 103, revised FRS 36 and revised FRS 38

As announced in 3Q 2004, the Group had early adopted FRS 103 Business Combinations, revised FRS 36 Impairment of Assets and revised FRS 38 Intangible Assets with effect from 1 January 2004. However, the 1Q 2004 and 2Q 2004 announcements had been prepared in accordance with FRS 22 Business Combination, which was withdrawn when FRS 103 was issued.

The 1Q 2004 comparative figures in this announcement have been restated to account for the impact of adoption of FRS 103, revised FRS 36 and revised FRS 38. Net profit for 1Q 2004 was increased by \$1,162,000 since goodwill amortisation charged to the income statement is no longer required.

Other revised FRSs

Apart from the above, the Group adopted FRS 105 Non-Current Assets held for Sale and Discontinued Operations and the various revisions in FRS, applicable from 1 January 2005. These do not have a financial impact on the Group.

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 reasons for, and the effect of, the change

Please refer to paragraph 4.

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

	Group		
	1Q 2005	1Q 2004	+/(-) %
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)	1.67	1.48	12.8
Weighted average number of shares	1,429,617,248	1,420,231,147	0.7
(ii) On a fully diluted basis (cents)	1.64	1.48	10.8
Adjusted weighted average number of shares	1,449,589,248	1,426,903,147	1.6

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-2005	Dec-2004 (Restated)	+/(-) %	Mar-2005	Dec-2004 (Restated)	+/(-) %
Net asset value per ordinary share based on issued share capital at the end of the financial period (cents)	72.76	67.87	7.2	60.21	56.31	6.9

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

Group Turnover

	1Q 2005	1Q 2004	+/(-) S\$m	+/(-) %
	S\$m	S\$m	S\$m	%
Ship Repair	96.1	95.9	0.2	0.2
Conversion	223.1	105.0	118.1	112.5
New Building	99.3	25.0	74.3	297.2
Other Activities	29.2	19.1	10.1	52.9
Group Turnover	447.7	245.0	202.7	82.7

The Group's turnover for 1Q 2005 increased by 82.7% from \$245.0 million in 1Q 2004 to \$447.7 million with strong increases mainly from the new building and conversion segments.

Group Operating Profit and Pre-tax Profit

The Group operating profit increased by 29.8% from \$18.2 million in 1Q 2004 to \$23.6 million in 1Q 2005. The Group's pre-tax profit increased 34.3% from \$22.7 million in 1Q 2004 to \$30.5 million. The increase was mainly attributable to better operating profit and contribution from the newly acquired associated company.

Group Profit Attributable to Members of the Company

The Group's tax charge in 1Q 2005 is significantly higher than 1Q 2004 mainly due to a \$4.3 million write-back of over-provision of tax in respect of prior years arising from a 2% reduction in corporate income tax rate in 1Q 2004.

Group's attributable profit increased by 13.1% from \$21.1 million in 1Q 2004 to \$23.8 million.

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 contracts secured in 2005 to-date stands at a record high of \$1.39 billion. The outstanding order book stands at \$3.36 billion with deliveries and completion till 2008.

Based on the scheduled completion of projects, the Group expects a higher operating profit in the current year. The Group's investment in Cosco Shipyard Group takes effect in 2005 and higher contribution is expected from the investment in China.

The market outlook for ship repair is expected to remain buoyant amid competitive environment. For the ship conversion and offshore sector, market fundamentals for Floating Production Storage and Offloading (FPSO) vessels and Floating Storage and Offloading (FSO) vessels continue to remain strong.

Rig building demand is expected to be strong attributed mainly to global ageing rig fleet, high oil prices, increase in exploration and production (E&P) activities, deep drilling prospects in shallow waters and deepwater offshore production.

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
(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

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 2005					
Turnover					
Sales to external parties	426,782	-	20,953	-	447,735
Inter-segment sales	89,997	-	17,221	(107,218)	-
Consolidated sales	516,779	-	38,174	(107,218)	447,735
Results					
Segment results	22,272	(111)	1,409	-	23,570
Investment and interest income	3,883	82	11	-	3,976
Interest expenses	(1,149)	-	-	-	(1,149)
Share of results of associated companies & joint venture	4,159	35	(81)	-	4,113
Profit before taxation	29,165	6	1,339	-	30,510
Taxation	(6,359)	(7)	(233)	-	(6,599)
Profit after taxation	22,806	(1)	1,106	-	23,911
Other information					
Capital additions	26,584	-	12	-	26,596
Depreciation	7,844	39	295	-	8,178
Amortisation	18	-	-	-	18
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 assets	1,463	-	7	-	1,470
Tax recoverable	-	-	118	-	118
Total segment assets	1,872,140	24,870	50,695	-	1,947,705
Other segment liabilities	620,622	2,206	17,679	-	640,507
Interest bearing liabilities	153,668	-	-	-	153,668
Deferred taxation	46,418	93	1,518	-	48,029
Provision for taxation	18,704	121	1,370	-	20,195
Total segment liabilities	839,412	2,420	20,567	-	862,399

Information by segment on Group operations (cont'd)

	Ship & rig repair, building and conversion	Ship chartering	Others	Eliminations	Total
	\$'000	\$'000	\$'000	\$'000	\$'000
(a) By business segment : 1Q 2004					
Turnover					
Sales to external parties	233,669	3,854	7,482	-	245,005
Inter-segment sales	55,709	36	13,990	(69,735)	-
Consolidated sales	289,378	3,890	21,472	(69,735)	245,005
Results					
Segment results	16,142	926	1,094	-	18,162
Investment and interest income	3,250	89	-	-	3,339
Interest expenses	(426)	-	-	-	(426)
Share of results of associated companies & joint venture	2,359	(17)	(693)	-	1,649
Profit before taxation	21,325	998	401	-	22,724
Taxation	(1,347)	4	12	-	(1,331)
Profit after taxation	19,978	1,002	413	-	21,393
Other information					
Capital additions	7,380	-	14	-	7,394
Depreciation	8,150	696	302	-	9,148
Other segment assets	1,070,914	54,289	16,006	-	1,141,209
Interest bearing assets	417,277	12,225	10,101	-	439,603
Investments in associated companies & joint venture	49,627	1,323	3,908	-	54,858
Tax recoverable	1,411	-	118	-	1,529
Total segment assets	1,539,229	67,837	30,133	-	1,637,199
Other segment liabilities	403,995	3,387	18,820	-	426,202
Interest bearing liabilities	174,299	-	-	-	174,299
Deferred taxation	42,559	124	1,088	-	43,771
Provision for taxation	18,457	49	803	-	19,309
Total segment liabilities	639,310	3,560	20,711	-	663,581

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

(a) By geographical area

The Group operates principally in the Republic of Singapore.

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 transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual

	1Q 2005	1Q 2004
	\$'000	\$'000
Transaction for the Sales of Goods and Services		
Keppel Corporation Ltd and its associates	4,806	-
SembCorp Industries Limited and its associates	2,310	-
PSA International Pte Ltd and its associates	277	-
Transaction for the Purchase of Goods and Services		
Keppel Corporation Ltd and its associates	-	493
Neptune Orient Lines Ltd and its associates	-	1,162
SembCorp Industries Limited and its associates	4,940	5,594
Management and Support Services		
SembCorp Industries Limited	250	225
Total Interested Person Transactions	12,583	7,474
Treasury Transactions		
- Placement of Funds with/(from) (as at 31 March)		
SembCorp Industries Limited and its associates	9,187	3,500
SembCorp Industries Limited and its associates	(2,654)	-

Aggregate value of all transactions excluding transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX Listing Manual

	1Q 2005	1Q 2004
	\$'000	\$'000
Transaction for the Purchase of Goods and Services		
Neptune Orient Lines Ltd and its associates	1,700	-
Total Interested Person Transactions	1,700	-

BY ORDER OF THE BOARD

KWONG SOOK MAY
Company Secretary
27 April 2005