



SEMBCORP MARINE LTD
Registration Number: 196300098Z

FOURTH QUARTER AND FULL YEAR ENDED 31 DECEMBER 2011 FINANCIAL STATEMENTS & RELATED ANNOUNCEMENT

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SEMBCORP MARINE LTD
UNAUDITED RESULTS FOR THE FOURTH QUARTER AND FULL YEAR ENDED 31 DECEMBER 2011

The Board of Directors of Sembcorp Marine Ltd wishes to announce the following unaudited results of the Group for the fourth quarter and full year ended 31 December 2011.

1. CONSOLIDATED INCOME STATEMENT

	Note	Group			Group		
		4Q 2011 \$'000	4Q 2010 \$'000	+ / (-) %	FY 2011 \$'000	FY 2010 \$'000	+ / (-) %
Turnover	1.1a	997,588	982,886	1.5	3,960,230	4,554,863	(13.1)
Cost of sales		(780,097)	(614,729)	26.9	(3,094,118)	(3,426,068)	(9.7)
Gross profit	1.1b	217,491	368,157	(40.9)	866,112	1,128,795	(23.3)
Other operating income	1.1c	6,037	7,876	(23.3)	19,167	20,534	(6.7)
Other operating expenses	1.1c	11,726	(9,272)	n.m.	(10,076)	(44,730)	(77.5)
General and administrative expenses	1.1d	(34,176)	(68,954)	(50.4)	(138,074)	(162,035)	(14.8)
Operating profit		201,078	297,807	(32.5)	737,129	942,564	(21.8)
Dividend and interest income	1.2a,b	9,135	2,291	n.m.	64,441	32,179	n.m.
Finance costs		(740)	(2,724)	(72.8)	(2,491)	(7,134)	(65.1)
Foreign exchange transactions	1.2g	-	-	-	-	52,640	n.m.
Non-operating income	1.2h	-	-	-	355	-	n.m.
Non-operating expenses	1.2i	(2,399)	-	n.m.	(2,399)	-	n.m.
Share of results of associates and joint ventures		16,283	16,197	0.5	62,878	57,639	9.1
Profit before income tax expense	1.2	223,357	313,571	(28.8)	859,913	1,077,888	(20.2)
Income tax expense	1.3	17,491	(57,003)	n.m.	(90,784)	(184,009)	(50.7)
Profit for the period/year		240,848	256,568	(6.1)	769,129	893,879	(14.0)
Attributable to:							
Owners of the Company		229,022	239,363	(4.3)	751,903	860,266	(12.6)
Non-controlling interests	1.4	11,826	17,205	(31.3)	17,226	33,613	(48.8)
		240,848	256,568	(6.1)	769,129	893,879	(14.0)
Attributable to owners of the Company excluding non-recurring items							
		177,029	239,363	(26.0)	699,555	807,626	(13.4)
Earnings per share (cents)							
	1.5						
Basic		10.99	11.54	(4.8)	36.13	41.55	(13.0)
Diluted		10.99	11.52	(4.6)	36.10	41.43	(12.9)

n.m.: not meaningful

NOTES TO CONSOLIDATED INCOME STATEMENT:

1.1a Turnover

Group turnover for 4Q 2011 increased 1.5% to \$997.6 million mainly due to the revenue recognition from ship conversion and offshore projects, offset by lower rig building projects.

For FY 2011, turnover decreased 13.1% to \$3,960.2 million mainly due to lower revenue recognition from rig building projects, the resumption of revenue recognition on delivery of Petro Rig III semi-submersible rig and the sale of CJ-70 harsh environment jack-up rig in FY 2010. This was partially offset by higher revenue recognition from ship conversion and offshore projects.

1.1b Gross profit

Group gross profit for 4Q 2011 was lower mainly due to the margin recognition of the initial few units of the newly launched designs for rig building projects as compared to the higher margin recognition from the repeated rig building projects in 4Q 2010.

For FY 2011, gross profit was lower mainly due to fewer jack-up and semi-submersible rig projects.

1.1c Other operating income/(expenses)

	Note	Group			Group		
		4Q 2011	4Q 2010	+ / (-)	FY 2011	FY 2010	+ / (-)
		\$'000	\$'000	%	\$'000	\$'000	%
Foreign exchange gain/(loss), net	1.2d	10,412	(8,806)	n.m.	(3,777)	(43,577)	(91.3)
Fair value adjustment on hedging instruments	1.2e	1,311	1,817	(27.8)	(5,961)	6,613	n.m.
Other income	1.2j	6,037	6,059	(0.4)	19,167	13,921	37.7
Other expenses	1.2k	3	(466)	n.m.	(338)	(1,153)	(70.7)
		<u>17,763</u>	<u>(1,396)</u>	n.m.	<u>9,091</u>	<u>(24,196)</u>	n.m.
<i>Disclosed in Consolidated Income Statement as follows:</i>							
Other operating income		6,037	7,876	(23.3)	19,167	20,534	(6.7)
Other operating expenses		11,726	(9,272)	n.m.	(10,076)	(44,730)	(77.5)
		<u>17,763</u>	<u>(1,396)</u>	n.m.	<u>9,091</u>	<u>(24,196)</u>	n.m.

1.1d General and administrative expenses

The lower general and administrative expenses in 4Q 2011 and FY 2011 are mainly due to lower provision for bonus as compared with the corresponding periods in 2010.

1.2. **Profit before income tax expense is arrived at after crediting/(charging) the following significant items:**

	Note	Group			Group		
		4Q 2011	4Q 2010	+ / (-)	FY 2011	FY 2010	+ / (-)
		\$'000	\$'000	%	\$'000	\$'000	%
Dividend income	a	-	12	n.m.	4,464	3,384	31.9
Interest income	b	9,135	2,279	n.m.	59,977	28,795	n.m.
Interest expense	c	(97)	(86)	12.8	(234)	(571)	(59.0)
Depreciation and amortisation		(25,171)	(20,844)	20.8	(86,278)	(83,197)	3.7
(Allowance for)/write-back of doubtful debts/bad debts, net		(712)	(349)	n.m.	(433)	717	n.m.
Write-back of/(allowance for) inventory obsolescence, net		28	1,020	(97.3)	(76)	921	n.m.
Foreign exchange gain/(loss), net	d	10,412	(8,806)	n.m.	(3,777)	(43,577)	(91.3)
Gain on disposal of property, plant and equipment, net		212	1,747	(87.9)	420	1,923	(78.2)
Allowance made for impairment losses of property, plant and equipment, net		-	(3,950)	n.m.	-	(3,950)	n.m.
Fair value adjustment on hedging instruments	e	1,311	1,817	(27.8)	(5,961)	6,613	n.m.
Fair value adjustment on interest rate swap	f	3	116	(97.4)	101	426	(76.3)
Foreign exchange transactions	g	-	-	-	-	52,640	n.m.
Non-operating income	h	-	-	-	355	-	n.m.
Non-operating expenses	i	(2,399)	-	n.m.	(2,399)	-	n.m.
		Group			Group		
		4Q 2011	4Q 2010	+ / (-)	FY 2011	FY 2010	+ / (-)
				%			%
Profit after taxation as a percentage of Turnover		24.14%	26.10%	(7.5)	19.42%	19.62%	(1.0)
Net profit attributable to owners of the Company as a percentage of Issued Capital and Reserves at end of period/year		9.49%	9.21%	3.0	31.14%	33.09%	(5.9)

Notes:

- a Higher dividend income in FY 2011 was mainly due to higher dividend received from quoted investments.
- b Higher interest income in 4Q 2011 and FY 2011 was attributable mainly to interest received for deferred payment granted to customers.
- c Higher interest expense in 4Q 2011 was mainly due to new loan obtained during the period. Lower interest expense for FY 2011 was mainly due to the repayment of the existing bank borrowing.
- d Foreign exchange gain/(loss), net in 4Q 2011 and FY 2011 mainly arose from the revaluation of assets denominated in Euro and United States dollar to Singapore dollar.
- e Fair value adjustment on hedging instruments was due to mark-to-market adjustments of foreign currency forward contracts.
- f Fair value adjustment on interest rate swap was due to interest rate movements.
- g Foreign exchange transactions relates to the receipt on full and final amicable settlement of the disputed foreign exchange transactions with Societe Generale in 3Q 2010.
- h Non-operating income in FY 2011 was mainly due to gain on disposal of other long-term equity investment in 2Q 2011.
- i Non-operating expenses in 4Q 2011 was due to impairment of other long-term equity investment.
- j Other income increased in FY 2011 was mainly due to higher miscellaneous income and scrap sales.
- k Other expenses decreased in FY 2011 was mainly due to lower miscellaneous expenses.

1.3. Income tax expense

The Group's tax charge for 4Q 2011 included a write back of an over-provision of tax in respect of prior years of \$52,507,000 (4Q 2010: \$1,596,000).

The Group's tax charge for FY 2011 included a write back of an over-provision of tax in respect of prior years of \$54,814,000 (FY 2010: \$1,290,000).

The over-provision is primarily related to the tax deduction which has been allowed for losses from the foreign exchange transactions.

1.4. Non-controlling interests

On 15 May 2010, the Company commenced proceedings in the High Court of Singapore against PPL Holdings Pte Ltd and its wholly owned subsidiary, E-Interface Holdings Limited to seek the transfer the remaining 15 per cent of the shares in PPL Shipyard Pte Ltd ("PPLS") to the Company. Pending the outcome of the Court's decision, the Group has continued to consolidate its 85 per cent interest in PPLS and separately accounted for the 15 per cent as a "non-controlling interest".

1.5. Earnings per ordinary share

Earnings per ordinary share of the Group for the financial period/year based on net profit attributable to owners of the Company:	Group			Group		
	4Q 2011	4Q 2010	+ / (-) %	FY 2011	FY 2010	+ / (-) %
(i) Based on the weighted average number of shares (cents)	10.99	11.54	(4.8)	36.13	41.55	(13.0)
Weighted average number of shares	2,083,015,178	2,076,748,369	0.3	2,080,967,566	2,070,638,122	0.5
(ii) On a fully diluted basis (cents)	10.99	11.52	(4.6)	36.10	41.43	(12.9)
Adjusted weighted average number of shares	2,084,757,178	2,082,743,369	0.1	2,082,709,566	2,076,633,122	0.3

1.6. Breakdown of sales

	Group		
	FY 2011 \$'000	FY 2010 \$'000	+ / (-) %
<u>First Half Year</u>			
(i) Sales reported	1,660,199	2,457,326	(32.4)
(ii) Profit after tax before deducting non-controlling interests reported	303,380	335,088	(9.5)
<u>Second Half Year</u>			
(iii) Sales reported	2,300,031	2,097,537	9.7
(iv) Profit after tax before deducting non-controlling interests reported	465,749	558,791	(16.7)

2. CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	Group		Group	
		4Q 2011 \$'000	4Q 2010 \$'000	FY 2011 \$'000	FY 2010 \$'000
Profit for the period/year		240,848	256,568	769,129	893,879
Foreign currency translation differences	(i)	39,866	(19,180)	12,436	(39,254)
Net fair value changes of cash flow hedges	(ii)	(13,331)	21,754	(55,605)	68,839
Net fair value changes of available-for-sale financial assets	(iii)	(11,976)	28,197	(132,219)	101,099
Other comprehensive income for the period		14,559	30,771	(175,388)	130,684
Total comprehensive income for the period/year		255,407	287,339	593,741	1,024,563
Attributable to:					
Owners of the Company		239,778	272,249	576,425	996,164
Non-controlling interests		15,629	15,090	17,316	28,399
Total comprehensive income for the period/year		255,407	287,339	593,741	1,024,563

2a. Explanatory Notes to Consolidated Statement Of Comprehensive Income

- (i) The translation gains in 4Q 2011 and FY 2011 arose from the strengthening United States dollar and Renminbi against Singapore dollar.
- (ii) Fair value changes were due to the mark-to-market adjustments of foreign currency forward contracts.
- (iii) Fair value changes were mainly attributable to the lower quoted prices of available-for-sale assets.

3. BALANCE SHEETS

	Group		Company	
	31-Dec-2011	31-Dec-2010	31-Dec-2011	31-Dec-2010
	\$'000	\$'000	\$'000	\$'000
Non-current Assets				
Property, plant and equipment	1,034,345	681,948	111,418	120,892
Investment properties	-	-	38,014	44,616
Investments in subsidiaries	-	-	448,975	482,616
Investments in associates and joint ventures	380,065	306,956	107,369	107,369
Other long-term investments	126,956	286,856	90,413	195,561
Long-term trade receivables	7,301	10,845	26,532	10,832
Other long-term receivables	65,220	54,525	48,752	59,573
Intangible assets	36,996	6,127	122	122
Deferred tax assets	1,894	47	-	-
Derivative financial assets	-	31,714	-	-
Total Non-current Assets	1,652,777	1,379,018	871,595	1,021,581
Current Assets				
Inventories and work-in-progress	926,248	750,749	-	-
Trade receivables	420,842	153,397	36,634	17,903
Other receivables, deposits and prepayments	59,639	40,104	7,052	8,381
Derivative financial assets	2,528	40,805	-	-
Cash and cash equivalents	1,989,612	2,915,097	126,808	169,011
Total Current Assets	3,398,869	3,900,152	170,494	195,295
Current Liabilities				
Trade payables	1,777,139	1,453,815	36,912	43,023
Other payables	9,254	8,429	33,096	60,481
Provisions	47,334	55,383	-	-
Progress billings in excess of work-in-progress	352,445	645,704	-	-
Derivative financial liabilities	4,993	101	-	-
Provision for taxation	173,976	277,341	1,554	1,993
Interest-bearing borrowings	35,111	8,000	-	-
Total Current Liabilities	2,400,252	2,448,773	71,562	105,497
Net Current Assets	998,617	1,451,379	98,932	89,798
	2,651,394	2,830,397	970,527	1,111,379
Non-current Liabilities				
Deferred tax liabilities	85,197	103,909	27,381	43,842
Derivative financial liabilities	13,659	-	-	-
Other long-term payables	16,116	8,804	-	-
Other provisions	30,342	30,758	27,895	27,895
Total Non-current Liabilities	145,314	143,471	55,276	71,737
	2,506,080	2,686,926	915,251	1,039,642
Equity attributable to owners of the Company				
Share capital	470,596	456,561	470,596	456,561
Reserves	1,943,661	2,142,842	444,655	583,081
	2,414,257	2,599,403	915,251	1,039,642
Non-controlling interests	91,823	87,523	-	-
Total equity	2,506,080	2,686,926	915,251	1,039,642

3a. Group's borrowings and debt securities

Amount repayable in one year or less, or on demand

As at 31-Dec-2011		As at 31-Dec-2010	
Secured	Unsecured	Secured	Unsecured
-	35,111,000	8,000,000	-

Details of Collateral

As at 31 December 2010, borrowing amounting to \$8,000,000 is secured on corporate guarantee from a subsidiary.

3b. Net asset value

	Group			Company		
	Dec-2011	Dec-2010	+ / (-) %	Dec-2011	Dec-2010	+ / (-) %
Net asset value per ordinary share based on issued share capital at the end of the financial year (cents)	115.92	125.10	(7.3)	43.95	50.03	(12.2)

3c. Explanatory Notes to Balance Sheets

(i) Group

Property, plant and equipment

'Property, plant and equipment' increased mainly due to capital expenditures for the Integrated New Yard facility in Tuas View Extension.

Investments in associates and joint ventures

'Investments in associates and joint ventures' increased mainly due to contribution from Cosco Shipyard Group Co. Ltd and additional investment in Sembmarine Kakinada Ltd.

Other long-term investments, Deferred tax assets and Deferred tax liabilities

'Deferred tax assets' increased and 'Other long-term investments' and 'Deferred tax liabilities' decreased mainly due to mark-to-market adjustments of quoted equity shares in Cosco Corporation (S) Ltd.

Long-term trade receivables

'Long-term trade receivables' decreased mainly due to collections from finance lease receivables.

Other long-term receivables

'Other long-term receivables' increased mainly due to increased loan to a joint venture.

Intangible assets

'Intangible assets' increased significantly due to the purchase of engineering designs.

Inventories and work-in-progress and Progress billings in excess of work-in-progress

'Inventories and work-in-progress' increased and 'Progress billings in excess of work-in-progress' decreased significantly mainly due to payment terms of rig building projects.

Trade receivables, Other receivables, deposits and prepayments, Trade payables, Provisions and Other long-term payables

'Trade receivables', 'Other receivables, deposits and prepayments', 'Trade payables' and 'Other long-term payables' increased and 'Provisions' decreased mainly due to timing of receipts and payments.

3c. Explanatory Notes to Balance Sheets (cont'd)

(i) Group

Derivative financial assets and Derivative financial liabilities

'Derivative financial assets' decreased significantly and 'Derivative financial liabilities' increased mainly due to fair value adjustment on foreign currency forward contracts.

Cash and cash equivalents

'Cash and cash equivalents' decreased mainly due to the capital expenditures for the Integrated New Yard facility in Tuas View Extension, dividends paid and working capital changes for ongoing projects.

Provision for taxation

'Provision for taxation' decreased mainly due to payments and finalisation of prior years tax positions.

Interest-bearing borrowings

'Interest-bearing borrowings' increased due to borrowing as a hedge for project receivables.

(ii) Company

Investment properties

'Investment properties' decreased mainly due to depreciation charge for the year.

Other long-term investments and Deferred tax liabilities

'Other long-term investments' and 'Deferred tax liabilities' decreased mainly due to mark-to-market adjustments of quoted equity shares.

Long-term trade receivables

'Long-term trade receivables' increased mainly due to amount due from subsidiaries expected to be repayable after one year, offset by collections from finance lease receivables.

Other long-term receivables

'Other long-term receivables' decreased mainly due to repayment of loan by subsidiaries.

Trade receivables, Other receivables, deposits and prepayments, Trade payables and Other payables

'Trade receivables' increased and 'Other receivables, deposits and prepayments', 'Trade payables' and 'Other payables' decreased mainly due to timing of receipts and payments.

Cash and cash equivalents

'Cash and cash equivalents' decreased mainly due to dividends paid.

Provision for taxation

'Provision for taxation' decreased mainly due to payments made during the year, offset by current year tax provision.

4. CONSOLIDATED CASH FLOW STATEMENT

	Group		Group	
	4Q 2011 \$'000	4Q 2010 \$'000	FY 2011 \$'000	FY 2010 \$'000
Cash flows from Operating Activities:				
Operating profit	201,078	297,807	737,129	942,564
Adjustments for:				
Depreciation of property, plant and equipment, net	22,486	20,844	83,593	83,197
Impairment loss on property, plant and equipment	-	3,950	-	3,950
Amortisation of intangible assets	2,685	-	2,685	-
Impairment loss on intangible assets	5	-	5	-
Gain on disposal of property, plant and equipment, net	(212)	(1,747)	(420)	(1,923)
Property, plant and equipment written off	504	150	925	332
Share-based payment expenses	6,332	9,900	22,673	22,993
Fair value adjustment on hedging instruments	(1,311)	(1,817)	5,961	(6,613)
Operating profit before working capital changes	231,567	329,087	852,551	1,044,500
Changes in working capital:				
Inventories and work-in-progress	(198,844)	80,325	(468,758)	451,424
Trade and other receivables	(21,762)	40,039	(292,639)	76,900
Trade and other payables	194,243	931	343,307	(152,409)
Cash generated from operations	205,204	450,382	434,461	1,420,415
Investment and interest income received	9,215	2,278	64,523	32,070
Interest paid	(699)	(319)	(2,757)	(2,870)
Income tax refunded/(paid), net	43,057	(14,006)	(170,060)	(144,717)
Net cash inflow from operating activities	256,777	438,335	326,167	1,304,898
Net receipt from bank relating to foreign exchange transactions	-	-	-	52,640
	256,777	438,335	326,167	1,357,538
Cash flows from Investing Activities:				
Purchase of property, plant and equipment	(190,577)	(40,649)	(437,940)	(73,150)
Proceeds from sale of property, plant and equipment	382	3,528	630	4,492
Proceeds from sale of other investment	-	-	1,685	-
Purchase of intangible assets	(6,664)	-	(33,559)	-
Investment in joint venture	-	-	(8,559)	(1,166)
Dividend from associate	45	48	634	48
Cash paid to non-controlling interest upon liquidation of a subsidiary	-	-	-	(542)
Purchase of other investment	-	(1,994)	-	(1,994)
Net cash outflow from investing activities	(196,814)	(39,067)	(477,109)	(72,312)
Cash flows from Financing Activities:				
Repayment of borrowings	-	(3,088)	(8,000)	(14,224)
Proceeds from borrowings	35,111	-	35,111	2,224
Proceeds from share options exercised	26	3,240	14,408	16,391
Purchase of treasury shares	(1,735)	-	(43,053)	-
Dividends paid to owners of the Company	-	-	(750,501)	(311,271)
Dividends paid to non-controlling interests of subsidiaries	-	-	(12,978)	(16,496)
Net cash inflow/(outflow) from financing activities	33,402	152	(765,013)	(323,376)
Net increase/(decrease) in cash and cash equivalents	93,365	399,420	(915,955)	961,850
Cash and cash equivalents at beginning of the period/year	1,863,690	2,525,584	2,915,097	1,978,548
Effect of exchange rate changes on balances held in foreign currency	32,557	(9,907)	(9,530)	(25,301)
Cash and cash equivalents at end of the period/year	1,989,612	2,915,097	1,989,612	2,915,097

4a. Cash and cash equivalents

Cash and cash equivalents in the consolidated cash flow statement comprise the following balance sheet amounts:

	31-Dec-2011	31-Dec-2010
	\$'000	\$'000
Fixed deposits	1,402,787	2,452,496
Bank balances and cash	586,825	462,601
	<hr/>	<hr/>
	1,989,612	2,915,097
	<hr/>	<hr/>

4b. Explanatory Notes to Consolidated Cash Flow Statement

(i) Fourth Quarter

Cash flows from operating activities before changes in working capital was \$231.6 million in 4Q 2011. Net cash inflow from operating activities for 4Q 2011 decreased to \$256.8 million mainly due to an increase in working capital for the ongoing projects.

Net cash outflow from investing activities for 4Q 2011 was \$196.8 million. The Group spent \$190.6 million on expansion and operational capital expenditures, mainly for the Integrated New Yard facility in Tuas View Extension and \$6.7 million on intangible assets in 4Q 2011.

Net cash inflow from financing activities for 4Q 2011 was \$33.4 million. It relates mainly to proceeds from borrowings, as a hedge for project receivables.

(ii) Full Year

Cash flows from operating activities before changes in working capital was \$852.6 million in FY 2011. Net cash inflow from operating activities for FY 2011 decreased to \$326.2 million mainly due to an increase in working capital for the ongoing projects.

Net cash outflow from investing activities for FY 2011 was \$477.1 million. The Group spent \$437.9 million on expansion and operational capital expenditures, mainly for the Integrated New Yard facility in Tuas View Extension and \$33.6 million on intangible assets in FY 2011.

Net cash outflow from financing activities for FY 2011 was \$765.0 million. It relates mainly to dividends paid and purchase of treasury shares.

5. STATEMENTS OF CHANGES IN EQUITY

5a. Statements of Changes in Equity for the Group

	Attributable to owners of the Company						Total	Non-controlling interests	Total Equity
	Share capital	Reserve for own shares	Capital reserves	Foreign currency translation reserve	Other reserves	Revenue reserve			
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	
9M 2011									
At 1 January 2011	456,561	-	25,574	(65,147)	215,461	1,966,954	2,599,403	87,523	2,686,926
Total comprehensive income									
Profit for the period	-	-	-	-	-	522,881	522,881	5,400	528,281
Other comprehensive income									
Foreign currency translation differences	-	-	-	(23,717)	-	-	(23,717)	(3,713)	(27,430)
Net fair value changes of cash flow hedges	-	-	-	-	(42,274)	-	(42,274)	-	(42,274)
Net fair value changes of available-for-sale financial assets	-	-	-	-	(120,243)	-	(120,243)	-	(120,243)
Total other comprehensive income	-	-	-	(23,717)	(162,517)	-	(186,234)	(3,713)	(189,947)
Total comprehensive income	-	-	-	(23,717)	(162,517)	522,881	336,647	1,687	338,334
Transactions with owners of the Company, recognised directly in equity									
Issuance of new shares	14,035	-	-	-	(240)	-	13,795	-	13,795
Purchase of treasury shares	-	(41,318)	-	-	-	-	(41,318)	-	(41,318)
Issuance of treasury shares	-	32,307	-	-	(31,882)	-	425	-	425
Dividends paid	-	-	-	-	-	(750,501)	(750,501)	(12,978)	(763,479)
Cost of share-based payment - charged to profit or loss	-	-	-	-	11,172	-	11,172	-	11,172
Realisation of reserve upon liquidation of subsidiaries	-	-	-	5	23	-	28	(38)	(10)
Total transactions with owners	14,035	(9,011)	-	5	(20,927)	(750,501)	(766,399)	(13,016)	(779,415)
At 30 September 2011	470,596	(9,011)	25,574	(88,859)	32,017	1,739,334	2,169,651	76,194	2,245,845
4Q 2011									
Total comprehensive income									
Profit for the period	-	-	-	-	-	229,022	229,022	11,826	240,848
Other comprehensive income									
Foreign currency translation differences	-	-	-	36,063	-	-	36,063	3,803	39,866
Net fair value changes of cash flow hedges	-	-	-	-	(13,331)	-	(13,331)	-	(13,331)
Net fair value changes of available-for-sale financial assets	-	-	-	-	(11,976)	-	(11,976)	-	(11,976)
Total other comprehensive income	-	-	-	36,063	(25,307)	-	10,756	3,803	14,559
Total comprehensive income	-	-	-	36,063	(25,307)	229,022	239,778	15,629	255,407
Transactions with owners of the Company, recognised directly in equity									
Purchase of treasury shares	-	(1,735)	-	-	-	-	(1,735)	-	(1,735)
Issuance of treasury shares	-	191	-	-	(120)	-	71	-	71
Cost of share-based payment - charged to profit or loss	-	-	-	-	6,492	-	6,492	-	6,492
Total transactions with owners	-	(1,544)	-	-	6,372	-	4,828	-	4,828
At 31 December 2011	470,596	(10,555)	25,574	(52,796)	13,082	1,968,356	2,414,257	91,823	2,506,080

5a. Statements of Changes in Equity for the Group (cont'd)

	Attributable to owners of the Company							Non-controlling interests	Total Equity
	Share capital	Reserve for own shares	Capital reserves	Foreign currency translation reserve	Other reserves	Revenue reserve	Total		
	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000	\$'000
9M 2010									
At 1 January 2010	443,347	(25,449)	25,325	(30,474)	53,113	1,418,208	1,884,070	76,338	1,960,408
Total comprehensive income									
Profit for the period	-	-	-	-	-	620,903	620,903	16,408	637,311
Other comprehensive income									
Foreign currency translation differences	-	-	-	(17,608)	-	-	(17,608)	(2,466)	(20,074)
Net fair value changes of cash flow hedges	-	-	-	-	47,718	-	47,718	(633)	47,085
Net fair value changes of available-for-sale financial assets	-	-	-	-	72,902	-	72,902	-	72,902
Total other comprehensive income	-	-	-	(17,608)	120,620	-	103,012	(3,099)	99,913
Total comprehensive income	-	-	-	(17,608)	120,620	620,903	723,915	13,309	737,224
Transactions with owners of the Company, recognised directly in equity									
Issuance of new shares	9,665	-	-	-	(494)	-	9,171	-	9,171
Issuance of treasury shares	-	25,449	-	-	(21,934)	-	3,515	-	3,515
Dividends paid	-	-	-	-	-	(311,271)	(311,271)	(16,496)	(327,767)
Cost of share-based payment - charged to profit or loss	-	-	-	-	9,438	-	9,438	-	9,438
Transfer from revenue reserve to capital reserves by associate	-	-	249	-	-	(249)	-	-	-
Realisation of reserve upon liquidation of a subsidiary	-	-	-	-	-	-	-	(718)	(718)
Total transactions with owners	9,665	25,449	249	-	(12,990)	(311,520)	(289,147)	(17,214)	(306,361)
At 30 September 2010	453,012	-	25,574	(48,082)	160,743	1,727,591	2,318,838	72,433	2,391,271
4Q 2010									
Total comprehensive income									
Profit for the period	-	-	-	-	-	239,363	239,363	17,205	256,568
Other comprehensive income									
Foreign currency translation differences	-	-	-	(17,065)	-	-	(17,065)	(2,115)	(19,180)
Net fair value changes of cash flow hedges	-	-	-	-	21,754	-	21,754	-	21,754
Net fair value changes of available-for-sale financial assets	-	-	-	-	28,197	-	28,197	-	28,197
Total other comprehensive income	-	-	-	(17,065)	49,951	-	32,886	(2,115)	30,771
Total comprehensive income	-	-	-	(17,065)	49,951	239,363	272,249	15,090	287,339
Transactions with owners of the Company, recognised directly in equity									
Issuance of new shares	3,549	-	-	-	(98)	-	3,451	-	3,451
Issuance of treasury shares	-	-	-	-	(267)	-	(267)	-	(267)
Cost of share-based payment - charged to profit or loss	-	-	-	-	5,132	-	5,132	-	5,132
Total transactions with owners	3,549	-	-	-	4,767	-	8,316	-	8,316
At 31 December 2010	456,561	-	25,574	(65,147)	215,461	1,966,954	2,599,403	87,523	2,686,926

5b. Statements of Changes in Equity of the Company

	Share capital \$'000	Reserve for own shares \$'000	Capital reserves \$'000	Other reserves \$'000	Revenue reserve \$'000	Total Equity \$'000
9M 2011						
At 1 January 2011	456,561	-	960	127,948	454,173	1,039,642
Total comprehensive income						
Profit for the period	-	-	-	-	730,253	730,253
Other comprehensive income						
Net fair value changes of available-for-sale financial assets	-	-	-	(78,558)	-	(78,558)
Total other comprehensive income	-	-	-	(78,558)	-	(78,558)
Total comprehensive income	-	-	-	(78,558)	730,253	651,695
Transactions with owners of the Company, recognised directly in equity						
Issuance of new shares	14,035	-	-	(240)	-	13,795
Purchase of treasury shares	-	(41,318)	-	-	-	(41,318)
Issuance of treasury shares	-	32,307	-	(31,720)	-	587
Dividends paid	-	-	-	-	(750,501)	(750,501)
Cost of share-based payment	-	-	-	2,044	-	2,044
- charged to profit or loss	-	-	-	8,818	-	8,818
- issued to employees of subsidiaries	-	-	-	-	-	-
Total transactions with owners	14,035	(9,011)	-	(21,098)	(750,501)	(766,575)
At 30 September 2011	470,596	(9,011)	960	28,292	433,925	924,762
4Q 2011						
Total comprehensive income						
Profit for the period	-	-	-	-	(4,442)	(4,442)
Other comprehensive income						
Net fair value changes of available-for-sale financial assets	-	-	-	(10,206)	-	(10,206)
Total other comprehensive income	-	-	-	(10,206)	-	(10,206)
Total comprehensive income	-	-	-	(10,206)	(4,442)	(14,648)
Transactions with owners of the Company, recognised directly in equity						
Purchase of treasury shares	-	(1,735)	-	-	-	(1,735)
Issuance of treasury shares	-	191	-	(121)	-	70
Cost of share-based payment	-	-	-	956	-	956
- charged to profit or loss	-	-	-	5,846	-	5,846
- issued to employees of subsidiaries	-	-	-	-	-	-
Total transactions with owners	-	(1,544)	-	6,681	-	5,137
At 31 December 2011	470,596	(10,555)	960	24,767	429,483	915,251

5b. Statements of Changes in Equity of the Company (cont'd)

	Share capital \$'000	Reserve for own shares \$'000	Capital reserves \$'000	Other reserves \$'000	Revenue reserve \$'000	Total Equity \$'000
9M 2010						
At 1 January 2010	443,347	(25,449)	960	64,541	510,638	994,037
Total comprehensive income						
Profit for the period	-	-	-	-	249,832	249,832
Other comprehensive income						
Net fair value changes of available-for-sale financial assets	-	-	-	53,381	-	53,381
Total other comprehensive income	-	-	-	53,381	-	53,381
Total comprehensive income	-	-	-	53,381	249,832	303,213
Transactions with owners of the Company, recognised directly in equity						
Issuance of new shares	9,665	-	-	(494)	-	9,171
Issuance of treasury shares	-	25,449	-	(21,469)	-	3,980
Dividends paid	-	-	-	-	(311,271)	(311,271)
Cost of share-based payment	-	-	-	2,146	-	2,146
- charged to profit or loss	-	-	-	7,314	-	7,314
- issued to employees of subsidiaries	-	-	-	-	-	-
Total transactions with owners	9,665	25,449	-	(12,503)	(311,271)	(288,660)
At 30 September 2010	453,012	-	960	105,419	449,199	1,008,590
4Q 2010						
Total comprehensive income						
Profit for the period	-	-	-	-	4,974	4,974
Other comprehensive income						
Net fair value changes of available-for-sale financial assets	-	-	-	17,487	-	17,487
Total other comprehensive income	-	-	-	17,487	-	17,487
Total comprehensive income	-	-	-	17,487	4,974	22,461
Transactions with owners of the Company, recognised directly in equity						
Issuance of new shares	3,549	-	-	(98)	-	3,451
Cost of share-based payment	-	-	-	910	-	910
- charged to profit or loss	-	-	-	4,230	-	4,230
- issued to employees of subsidiaries	-	-	-	-	-	-
Total transactions with owners	3,549	-	-	5,042	-	8,591
At 31 December 2010	456,561	-	960	127,948	454,173	1,039,642

5c. Changes in the Company's share capital

Issued and Paid Up Capital

During 4Q 2011, the Company did not issue (4Q 2010: 1,692,536) ordinary shares for cash upon the exercise of options granted under the Company's Share Option Plan ("SOP") and upon the vesting of restricted shares under the Company's Restricted Stock Plan ("RSP").

As at 31 December 2011, the Company's issued and paid up capital, excluding treasury shares comprises 2,082,711,503 (31 December 2010: 2,077,902,979) ordinary shares.

Share Options

During 4Q 2011, 32,150 (4Q 2010: Nil) share options under the SOP were exercised and settled by way of issuance of treasury shares and no (4Q 2010: 1,655,392) share options exercised were settled by way of issuance of new shares.

In 4Q 2011, no (4Q 2010: 2,800) share options lapsed.

As at 31 December 2011, there were 3,800,312 (31 December 2010: 11,480,974) unissued ordinary shares under options granted to eligible employees and directors under the Company's SOP.

Performance Shares

The total number of performance shares in awards granted conditionally and representing 100% of targets to be achieved, but not released as at 31 December 2011 was 1,765,000 (31 December 2010: 1,970,000). Based on the multiplying factor, the actual release of the awards could range from zero to a maximum of 2,647,500 (31 December 2010: 2,955,000) performance shares.

Restricted Shares

During 4Q 2011, 12,000 (4Q 2010: 37,144) restricted shares were released under the RSP and 25,550 (4Q 2010: 27,632) restricted shares lapsed.

The total number of restricted shares outstanding, including awards achieved but not released, as at 31 December 2011, was 10,150,285 (31 December 2010: 11,380,303). Of this, the total number of restricted shares in awards granted conditionally and representing 100% of targets to be achieved, but not released as at 31 December 2011 was 6,242,400 (31 December 2010: 6,615,930). Based on the multiplying factor, the actual release of the conditional awards could range from zero to a maximum of 9,363,600 (31 December 2010: 9,923,895) restricted shares.

Treasury Shares

During 4Q 2011, the Company acquired 500,000 (4Q 2010: Nil) ordinary shares in the Company by way of on-market purchases and re-issued 44,150 (4Q 2010: Nil) treasury shares pursuant to the SOP and RSP.

As at 31 December 2011, 2,451,985 (31 December 2010: Nil) treasury shares were held that may be issued upon the exercise of the options under the SOP and upon the vesting of performance shares and restricted shares under the PSP and RSP respectively.

6. AUDIT

The figures have not been audited or reviewed by the Company's auditors.

7. AUDITORS' REPORT

Not applicable.

8. ACCOUNTING POLICIES

Except as disclosed in paragraph 9 below, the Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current reporting period compared with the audited financial statements as at 31 December 2010.

9. CHANGES IN ACCOUNTING POLICIES

The following new/amended FRSs have become effective from 1 January 2011.

Amendments to FRS 24	Related party disclosures
Amendments to FRS 32	Financial instruments: Presentation – Classification of rights issues
Amendments to INT FRS 114	Prepayments of a minimum funding requirement
INT FRS 119	Extinguishing financial liabilities with equity instruments
Improvements to FRSs 2010	

The adoption of the above FRSs (including consequential amendments) does not have any significant impact on the financial statements.

10. REVIEW OF GROUP PERFORMANCE

Turnover

	4Q 2011	4Q 2010	+ / (-)	+ / (-)	FY 2011	FY 2010	+ / (-)	+ / (-)
	\$'m	\$'m	\$'m	%	\$'m	\$'m	\$'m	%
Rig Building	602.4	655.7	(53.3)	(8.1)	2,205.0	3,047.8	(842.8)	(27.7)
Offshore and Conversion	226.1	151.9	74.2	48.8	1,072.9	820.4	252.5	30.8
Repair	158.9	158.0	0.9	0.6	643.9	646.1	(2.2)	(0.3)
Other Activities	10.2	17.3	(7.1)	(41.0)	38.4	40.6	(2.2)	(5.4)
	997.6	982.9	14.7	1.5	3,960.2	4,554.9	(594.7)	(13.1)

Group turnover for 4Q 2011 increased 1.5% to \$997.6 million mainly due to the revenue recognition from ship conversion and offshore projects, offset by lower revenue recognition from rig building projects.

For FY 2011, turnover decreased 13.1% to \$3,960.2 million mainly due to lower revenue recognition from rig building projects, the resumption of revenue recognition on delivery of Petro Rig III semi-submersible rig and the sale of CJ-70 harsh environment jack-up rig in FY 2010. This was partially offset by higher revenue recognition from ship conversion and offshore projects.

Operating profit

Group operating profit for 4Q 2011 was lower mainly due to the margin recognition of the initial few units of the newly launched designs for rig building projects as compared to the higher margin recognition from the repeated rig building projects in 4Q 2010.

For FY 2011, operating profit was lower mainly due to fewer jack-up and semi-submersible rig projects.

Profit attributable to Owners of the Company

Group profit attributable to owners of the Company for 4Q 2011 and FY 2011 was lower due to lower operating profit from rig building projects and the receipt of the full and final amicable settlement of the disputed foreign exchange transactions with Societe Generale in FY 2010. This was offset by the higher interest income received in FY 2011 for deferred payment granted to customers and write-back of prior years' tax over-provisions.

11. VARIANCE FROM PROSPECT STATEMENT

There is no material change from the previous prospect statement.

12. PROSPECTS

The Group has a net order book of \$6.3 billion with completion and deliveries stretching till the second quarter of 2015. This includes \$3.72 billion in contract orders secured in 2011 and \$1.3 billion worth of contracts secured since the start of 2012, excluding ship repair contracts.

Despite the global macro-economic uncertainty, fundamentals for the offshore oil and gas industry remain intact underpinned by healthy oil prices and projected increases in exploration and production spending. The offshore market continues to display signs of cyclical improvement, especially in the deep and ultra-deepwater segments fuelled by the growing needs of operators in multiple regions, in particular the “Golden Triangle” of Brazil, the Gulf of Mexico and West Africa.

In Brazil, Estaleiro Jurong Aracruz, Sembcorp Marine’s wholly owned Brazilian shipyard secured its first drillship contract from a subsidiary of Sete Brasil. Located close to the rich oil and gas basin of Espirito Santo, one of Brazil’s giant pre-salt reservoirs, Estaleiro Jurong Aracruz is strategically positioned to support developments in one of the world’s fastest growing offshore oil and gas exploration markets. The order win for this ultra-deepwater drillship based on Jurong Shipyard’s proprietary Jurong Espadon design will be among the first of many orders in Sete Brasil’s drillship expansion programme to develop Brazil’s giant pre-salt oil fields.

In the US Gulf of Mexico, deepwater drilling activities remain robust as operators continue to move ahead with drilling programmes. Dayrates for both jack-up and semi-submersible rigs have been strengthening. With offshore drilling moving towards deeper waters, Sembcorp Marine, with its proven track record in rig building, will be well-positioned to capture new orders for high-specification deepwater rigs which meet the industry’s most stringent operating requirements.

Ship repair continues to see strong demand for the Group’s bigger docks. Several long-term partnerships which have been forged with renowned international ship owners and operators, in particular in the niche segments for the repair, upgrading and life extension of LNG carriers and passenger/cruise vessels. These alliance and long-term customers will continue to provide a stable and steady base-load for the Group’s repair business.

With the Integrated New Yard facility in Tuas View Extension becoming operational in 2013, Sembcorp Marine’s ship repair and ship conversion and offshore capacity will nearly double from the current 1.9 million deadweight tonnes.

Overall, competition is intense though enquiries for the various segments of the market remain robust.

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, exchange rate movement, 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.

13. DIVIDEND

(a) Current Financial Period Reported On

Name of Dividend	Interim Ordinary One-tier tax exempt	Proposed Final Ordinary One-tier tax exempt	Proposed Final Special One-tier tax exempt	Total
Dividend Type	Cash	Cash	Cash	Cash
Dividend Amount (cents per share)	5.0	6.0	14.0	25.0

(b) Corresponding Period of the Immediately Preceding Financial Year

Name of Dividend	Interim Ordinary One-tier tax exempt	Final Ordinary One-tier tax exempt	Final Special One-tier tax exempt	Total
Dividend Type	Cash	Cash	Cash	Cash
Dividend Amount (cents per share)	5.0	6.0	25.0	36.0

(c) Date payable

The proposed final ordinary one-tier tax exempt dividend of 6.0 cents per ordinary share and special one-tier tax exempt dividend of 14.0 cents per ordinary share, if approved at the AGM to be held on 20 April 2012, will be paid on 11 May 2012.

(d) Books closure date

Notice is hereby given that the Transfer Book and Register of Member of the Company will be closed on 30 April 2012 for the preparation of dividend warrants. Duly completed transfers received by the Registrar, KCK Corpserve Pte Ltd, 333 North Bridge Road, #08-00 KH Kea building, Singapore 188721, up to 5 p.m. on 27 April 2012 will be registered before entitlements to dividend are determined.

(e) Total Annual Dividend

	2011 \$'000	2010 \$'000
Interim Ordinary dividend	104,185	103,795
Final Ordinary dividend*	124,963	125,093
Final Special dividend*	291,580	521,223
Total	520,728	750,111

* 2011 proposed final ordinary and special dividend are estimated based on share capital of 2,082,711,503 ordinary shares at the end of the financial year.

14. SEGMENTAL REPORTING

FY 2011

(i) *By business segments:*

	Ship & rig repair, building, conversion and offshore \$'000	Ship chartering \$'000	Others \$'000	Eliminations \$'000	Total \$'000
<u>Turnover</u>					
Sales to external parties	3,934,356	-	25,874	-	3,960,230
Inter-segment sales	-	-	244,250	(244,250)	-
Total	3,934,356	-	270,124	(244,250)	3,960,230
<u>Results</u>					
Segment results	726,337	(28)	10,820	-	737,129
Dividend and interest income	64,399	-	42	-	64,441
Finance costs	(2,491)	-	-	-	(2,491)
Non-operating income	355	-	-	-	355
Non-operating expenses	(2,399)	-	-	-	(2,399)
Share of results of associates and joint ventures	56,191	5,850	837	-	62,878
Profit before income tax expense	842,392	5,822	11,699	-	859,913
Income tax expense	(89,572)	572	(1,784)	-	(90,784)
Profit for the year	752,820	6,394	9,915	-	769,129
<u>Assets</u>					
Segment assets	4,609,305	14,766	45,249	-	4,669,320
Investments in associates and joint ventures	341,370	37,383	1,312	-	380,065
Deferred tax assets	1,847	-	47	-	1,894
Tax recoverable	367	-	-	-	367
Total assets	4,952,889	52,149	46,608	-	5,051,646
<u>Liabilities</u>					
Segment liabilities	2,261,732	5	24,656	-	2,286,393
Deferred tax liabilities	84,579	-	618	-	85,197
Provision for taxation	172,418	-	1,558	-	173,976
Total liabilities	2,518,729	5	26,832	-	2,545,566
<u>Capital expenditure</u>	479,779	-	279	-	480,058
<u>Significant non-cash item</u>					
Depreciation	82,444	-	1,149	-	83,593
Amortisation	2,685	-	-	-	2,685

(ii) *By geographical segments:*

	Singapore \$'000	Rest of Asia \$'000	Europe \$'000	Others \$'000	Total \$'000
Turnover from external customers	180,242	487,702	2,537,289	754,997	3,960,230
Segment assets	4,517,400	130,676	37	21,207	4,669,320
Total assets	4,565,511	464,867	37	21,231	5,051,646
Capital expenditure	443,562	23,714	-	12,782	480,058

14. SEGMENTAL REPORTING (Cont'd)

FY 2010

(i) *By business segments:*

	Ship & rig repair, building, conversion and offshore \$'000	Ship chartering \$'000	Others \$'000	Eliminations \$'000	Total \$'000
<u>Turnover</u>					
Sales to external parties	4,537,483	-	17,380	-	4,554,863
Inter-segment sales	-	-	82,119	(82,119)	-
Total	4,537,483	-	99,499	(82,119)	4,554,863
<u>Results</u>					
Segment results	941,777	(223)	1,010	-	942,564
Dividend and interest income	32,148	-	31	-	32,179
Finance costs	(7,134)	-	-	-	(7,134)
Foreign exchange transactions	52,640	-	-	-	52,640
Share of results of associates and joint ventures	53,417	4,179	43	-	57,639
Profit before income tax expense	1,072,848	3,956	1,084	-	1,077,888
Income tax expense	(183,671)	(104)	(234)	-	(184,009)
Profit for the year	889,177	3,852	850	-	893,879
<u>Assets</u>					
Segment assets	4,907,346	14,807	50,014	-	4,972,167
Investments in associates and joint ventures	275,473	30,961	522	-	306,956
Deferred tax assets	-	-	47	-	47
Total assets	5,182,819	45,768	50,583	-	5,279,170
<u>Liabilities</u>					
Segment liabilities	2,197,672	5	13,317	-	2,210,994
Deferred tax liabilities	103,354	-	555	-	103,909
Provision for taxation	276,465	-	876	-	277,341
Total liabilities	2,577,491	5	14,748	-	2,592,244
Capital expenditure	102,181	-	18	-	102,199
<u>Significant non-cash item</u>					
Depreciation	82,028	-	1,169	-	83,197

(ii) *By geographical segments:*

	Singapore \$'000	Rest of Asia \$'000	Europe \$'000	Others \$'000	Total \$'000
Turnover from external customers	601,387	922,635	2,072,609	958,232	4,554,863
Segment assets	4,808,118	150,231	3,644	10,174	4,972,167
Total assets	4,839,648	425,704	3,644	10,174	5,279,170
Capital expenditure	93,021	8,021	-	1,157	102,199

NOTES TO SEGMENTAL REPORTING:

14a. Business segments

The Group has two reportable segments, which are the Group's strategic business units. The strategic business units are managed separately because of their different business activities. The two reportable segments are (i) ship and rig repair, building, conversion and offshore and (ii) ship chartering.

Inter-segment sales and transfers are carried out on an arm's length basis. Segment assets consist primarily of property, plant and equipment, current assets and exclude inter-segment balances. Segment liabilities comprise mainly operating liabilities and exclude inter-segment balances. Performance is measured based on segment profit before income tax, as included in the internal management reports that are reviewed by the Group's CEO. Segment profit is used to measure performance as management believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within these industries.

Other operations include bulk trading in marine engineering related products; provision of harbour tug services to port users; collection and treatment of used copper slag, and the processing and distribution of copper slag for blast cleaning purposes.

14b. Geographical segments

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.

14c. Review of segment performance

Please refer to paragraph 10.

15. **INTERESTED PERSON TRANSACTIONS**

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

	FY 2011	FY 2010
	\$'000	\$'000
Transaction for the Sales of Goods and Services		
Neptune Orient Lines and its associates	-	2,333
PSA International Pte Ltd and its associates	2,331	2,246
Transaction for the Purchase of Goods and Services		
Sembcorp Industries Limited and its associates	38,834	29,758
PSA International Pte Ltd and its associates	312	130
Singapore Technologies Engineering Ltd and its associates	228	-
Singapore Technologies Telemedia Pte Ltd and its associates	2,588	-
Management and Support Services		
Sembcorp Industries Limited	250	250
Total Interested Person Transactions	44,543	34,717

16. **REPORT OF PERSONS OCCUPYING MANAGERIAL POSITIONS WHO ARE RELATED TO A DIRECTOR, CHIEF EXECUTIVE OFFICER OR SUBSTANTIAL SHAREHOLDER**

Pursuant to Rule 704(13) of the Listing Manual of the Singapore Exchange Securities Trading Limited, the Company confirms that, to the best of its knowledge, belief and information, none of the persons occupying managerial positions in the Company or any of its principal subsidiaries is a relative of a director or the chief executive officer or substantial shareholder of the Company.

BY ORDER OF THE BOARD

KWONG SOOK MAY/TAN YAH SZE
JOINT COMPANY SECRETARIES

23 February 2012