



CWT LIMITED

(Company Registration No: 197000498M)

CWTACP06.11.02

Third Quarter Financial Statement for the Period Ended 30/09/2006

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.

1(a)(i) Consolidated Profit and Loss Account
For the three months ended 30 September 2006

	Three months ended 30 September			Nine months ended 30 September		
	2006 S\$'000	2005 S\$'000 Restated	% Change	2006 S\$'000	2005 S\$'000 Restated	% Change
Revenue	87,511	63,343	38	246,168	183,818	34
Cost Of Sales	(81,236)	(58,897)	38	(226,593)	(170,223)	33
Gross Profits	6,275	4,446	41	19,575	13,595	44
Other Operating Income	16,621	32	n.m.	16,916	583	n.m.
Administrative Expenses	(3,059)	(2,472)	24	(9,343)	(7,342)	27
Other Operating Expenses	(2,108)	(189)	n.m.	(2,714)	(642)	323
Share Of Profit/(Loss) from						
- Jointly-controlled entities	227	381	(40)	687	1,154	(40)
- Associates	1,618	881	84	3,065	1,377	123
Sub total	13,299	(1,367)	(1,073)	8,611	(4,870)	(277)
Profit before interest & tax	19,574	3,079	536	28,186	8,725	223
Finance Income	915	51	n.m.	1,136	143	694
Finance Costs	(402)	(215)	87	(1,271)	(522)	143
Profit before taxation	20,087	2,915	589	28,051	8,346	236
Taxation	(2,537)	(462)	449	(4,217)	(1,493)	182
Profit after taxation	17,550	2,453	615	23,834	6,853	248
Attributable to:						
Equity holders of the parent	14,413	2,215	551	20,280	6,104	232
Minority Interest (MI)	3,137	238	n.m.	3,554	749	374
Net Profit attributable to shareholders	17,550	2,453	615	23,834	6,853	248

Note:

Certain items in the comparative figures have been reclassified to conform to the current year's presentation.

n.m. denotes not meaningful

1(a)(ii) Notes to Income Statement

Additional Disclosure items

	Three months ended 30 September		Nine months ended 30 September	
	2006 \$'000	2005 \$'000	2006 \$'000	2005 \$'000
Profit/(loss) on sale of property, plant and equipment	15,529	36	15,538	16
Amortisation of deferred gain	1,080	-	1,080	-
Impairment loss of available for sale investment	515	-	515	-
Negative goodwill arising from acquisition of a subsidiary	889	134	975	134
Loss on disposal of jointly-controlled entity	-	-	-	(87)
Loss on sale of other investments	-	-	(10)	-
Loss on sale of Club membership	-	(13)	-	(13)
Allowance made for doubtful debts	(2)	(8)	(9)	(48)
Depreciation and amortisation	(2,145)	(1,238)	(5,232)	(3,727)
Foreign exchange gain/(loss)	(25)	(6)	(455)	12
Waiver of debts by creditors	-	-	-	75
Write back of allowance made for doubtful debts	-	282	-	658

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.

1(b)(i) Balance Sheets as at 30 September 2006

	<u>Group</u>		<u>Company</u>	
	30 Sep 2006 S\$'000	31 Dec 2005 S\$'000	30 Sep 2006 S\$'000	31 Dec 2005 S\$'000
Non-current assets				
Property, plant and equipment	46,031	111,508	35,353	67,619
Intangible assets	9,814	2,594	119	43
Subsidiaries	-	-	36,054	23,792
Associates	9,175	8,369	1,378	1,242
Jointly-controlled entities	12,088	8,845	8,425	5,314
Available-for-sale investments	34,485	-	19,705	-
Other investments	107	113	34	39
Other receivables	117	120	2,000	2,000
Deferred tax assets	635	88	-	-
	<u>112,452</u>	<u>131,637</u>	<u>103,068</u>	<u>100,049</u>
Current assets				
Inventories	1,274	296	74	73
Trade and other receivables	75,205	45,734	16,769	18,367
Cash and cash equivalents	61,323	18,103	17,828	2,869
Tax recoverable	3	973	-	766
	<u>137,805</u>	<u>65,106</u>	<u>34,671</u>	<u>22,075</u>
Total assets	<u><u>250,257</u></u>	<u><u>196,743</u></u>	<u><u>137,739</u></u>	<u><u>122,124</u></u>
Equity attributable to equity holders of the parent				
Share capital	38,452	37,525	38,452	37,525
Reserves	64,223	66,262	43,326	37,567
	<u>102,675</u>	<u>103,787</u>	<u>81,778</u>	<u>75,092</u>
Minority interests	7,678	12,961	-	-
Total equity	<u>110,353</u>	<u>116,748</u>	<u>81,778</u>	<u>75,092</u>
Non-Current Liabilities				
Interest bearing liabilities	9,805	17,461	-	17,109
Deferred Gain	40,920	-	28,962	-
Deferred tax liabilities	5,748	7,727	5,373	5,373
	<u>56,473</u>	<u>25,188</u>	<u>34,335</u>	<u>22,482</u>
Current liabilities				
Bank overdrafts	-	476	-	-
Trade and other payables	61,771	38,689	8,159	12,189
Interest-bearing liabilities	4,487	12,839	6,095	12,183
Deferred Gain	6,000	-	4,250	-
Current tax payable	9,607	1,579	2,483	-
Provisions	1,566	1,224	639	178
	<u>83,431</u>	<u>54,807</u>	<u>21,626</u>	<u>24,550</u>
Total liabilities	<u>139,904</u>	<u>79,995</u>	<u>55,961</u>	<u>47,032</u>
Total equity and liabilities	<u><u>250,257</u></u>	<u><u>196,743</u></u>	<u><u>137,739</u></u>	<u><u>122,124</u></u>

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

Amount repayable in one year or less, or on demand.

As at 30/09/2006		As at 31/12/2005	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
1,017	3,470	64	12,775

Amount repayable after one year

As at 30/09/2006		As at 31/12/2005	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
5,305	4,500	148	17,313

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

**1(c)(i) Consolidated Statement of Cash Flows
For the three months ended 30 September 2006**

	2006 S\$'000	2005 S\$'000
Operating activities		
Profit before taxation	20,087	2,802
Adjustments for:		
Interest expense	403	168
Interest income	(915)	(46)
Depreciation of property, plant and equipment	705	1,200
Fixed assets written down	(1)	-
Loss/(Gain) on disposal of property, plant and equipment	(15,529)	(36)
Gain on disposal of subsidiary	(8)	-
Loss on disposal of club membership	-	13
Impairment loss of available for sale investment	515	-
Share of profit of associates	(1,618)	(520)
Share of profit of jointly-controlled entities	(227)	(404)
Amortisation of intangible assets	1,440	38
Amortisation of deferred gain	(1,080)	-
Negative goodwill	(889)	(134)
Operating profit before working capital changes	<u>2,883</u>	<u>3,081</u>
Change in working capital:-		
Inventories	(554)	211
Trade and other receivables	(12,656)	1,112
Trade and other payables	6,581	(2,639)
Cash generated from operations	<u>(3,746)</u>	<u>1,765</u>
Income taxes (paid)/recovered	(604)	121
Cash flows from operating activities	<u><u>(4,350)</u></u>	<u><u>1,886</u></u>
Investing activities		
Interest received	-	35
Acquisition of interest in jointly-controlled entities	-	(2,699)
Acquisition of interest in associates	(155)	-
Acquisition of additional interest in subsidiaries	-	(2,942)
Capital project development and purchase of property, plant and equipment	(11,648)	(364)
Refund of purchase consideration in relation to acquisition of a subsidiary	400	-
Purchase of intangible asset	33	(10)
Purchase of available for sale investment	(35,000)	-
Proceeds from disposal of property, plant and equipment	145,207	40
Proceeds from sale of club membership	-	27
Dividends received from associates	1,828	140
Dividends received from jointly-controlled entities	-	344
Cash flows used in investing activities	<u><u>100,665</u></u>	<u><u>(5,429)</u></u>

	2006 S\$'000	2005 S\$'000
Financing activities		
Interest paid	(520)	(186)
Dividends paid to shareholders	(7,205)	(3,002)
Dividends to minority shareholders of subsidiaries	(3,900)	-
Capital contribution from minority shareholders	604	-
(Decrease)/Increase in hire purchase and finance lease obligations	(1)	-
Repayment of short-term borrowings	(16,250)	(3,013)
Repayment of long-term borrowings	(32,114)	-
Proceeds from short-term borrowings	3,300	8,329
Cash flows from/(used in) financing activities	<u>(56,086)</u>	<u>2,128</u>
Net increase/(decrease) in cash and cash equivalents	40,229	(1,415)
Cash and cash equivalents at 1 July	21,094	9,994
Effects of exchange rate changes on balances held in foreign currency	-	23
Cash and cash equivalents at 30 June	<u>61,323</u>	<u>8,602</u>

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

1(d) Statement of Changes in Equity
For the three months ended 30 September 2006

Group	Share capital	Fair value reserve	Revaluation reserve	Currency translation	Statutory reserve	Non-distributable reserves	Revenue reserve	Total attributable to equity holders of the parent	Minority interest	Total
S\$'000										
At 1 July 2006	38,452	49	10,162	336	246	-	56,433	105,678	12,924	118,602
Translation differences relating to financial statements of foreign entities	-	-	-	(49)	-	-	-	(49)	(6)	(55)
Acquisition of Shares from minority shareholders	-	-	-	-	-	-	-	-	-	-
Capital contribution by minority shareholders	-	-	-	-	-	-	-	-	-	-
Realisation of revaluation surplus upon disposal of properties	-	-	(10,162)	-	-	-	-	(10,162)	(5,081)	(15,243)
Net profit for the quarter	-	-	-	-	-	-	14,413	14,413	3,137	17,550
Total recognised income and expense for the year	-	-	(10,162)	(49)	-	-	14,413	4,202	(1,950)	2,252
Special Dividends paid of 3 cents per share less tax at 20%	-	-	-	-	-	-	(7,205)	(7,205)	-	(7,205)
Capital contribution by minority shareholders	-	-	-	-	-	-	-	-	604	604
Dividend paid to minority shareholders	-	-	-	-	-	-	-	-	(3,900)	(3,900)
At 30 September 2006	38,452	49	-	287	246	-	63,641	102,675	7,678	110,353
At 1 July 2005	38,452	-	-	325	239	445	48,779	88,240	7,459	95,699
Translation differences relating to financial statements of foreign entities	-	-	-	270	-	-	-	270	50	320
Disposal of jointly-controlled entities	-	-	-	(207)	-	-	-	(207)	-	(207)
Net profit for the quarter	-	-	-	-	-	-	2,215	2,215	238	2,453
Total recognised income and expense for the year	-	-	-	63	-	-	2,215	2,278	288	2,566
Dividends paid	-	-	-	-	-	-	-	-	(201)	(201)
Capital contribution by minority shareholders	-	-	-	-	-	-	-	-	7	7
At 30 September 2005	38,452	-	-	388	239	445	50,994	90,518	7,553	98,071
Company										
At 1 July 2006	38,452	-	-	-	-	-	35,457	73,909	-	73,909
Net profit for the quarter	-	-	-	-	-	-	15,074	15,074	-	15,074
Total recognised income and expense for the year	-	-	-	-	-	-	15,074	15,074	-	15,074
Special dividend paid of 3 cents per share less tax at 20%	-	-	-	-	-	-	(7,205)	(7,205)	-	(7,205)
At 30 September 2006	38,452	-	-	-	-	-	43,326	81,778	-	81,778
At 1 July 2005	38,452	-	-	-	-	-	35,211	73,663	-	73,663
Net profit for the quarter	-	-	-	-	-	-	1,164	1,164	-	1,164
Total recognised income and expense for the year	-	-	-	-	-	-	1,164	1,164	-	1,164
Dividends Paid	-	-	-	-	-	-	-	-	-	-
At 30 September 2005	38,452	-	-	-	-	-	36,375	74,827	-	74,827

- 1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of shares 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.**

Not Applicable.

- 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.

- 3. Where the figures have been audited or reviewed, the auditor's 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.**

Certain standards and interpretations that are mandatory have come into effect from 1 January 2006. The Group is still assessing the financial impact by adopting these standards and interpretations.

The financial effects may be subject to adjustments when they are audited at the end of the year.

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

Please see item 4 above.

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

In computing the EPS (a) below, the weighted average number of ordinary shares in issue is 300,203,100 (30 September 2005: 300,203,100) during the financial period under review.

There were new bonus shares issued during the period. The weighted average number of shares used for the computation for the EPS on fully diluted basis (b) is 300,203,100 (30 September 2005: 300,203,100).

EPS (cents)	Three months ended 30 September	
	2006	2005
(a) Basic	4.80	0.74
(b) Diluted	4.80	0.74

7. Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:-
(a) current financial period reported on; and
(b) immediately preceding financial year

There were new bonus shares issued during the period. The NAV per ordinary share for 30 September 2006 and 31 December 2005 was computed based on the new share base of 300,203,100.

	30 September 2006	31 December 2005
NAV per ordinary share (cents)		
- Group	34.20	34.57
- Company	27.24	25.01

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

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

Group Financial Highlights

The Group generated a turnover of S\$87.5m for 3rd quarter 2006 (“**Q306**”) and S\$246m for the nine-month period ended September 2006 (“**YTD06**”). These were 38% and 34% higher than the corresponding periods in 2005.

The Group recorded a profit after tax (“PAT”) of S\$17.5m for Q306 and S\$23.8m for **YTD06**. Profit After Tax & Minority Interest (“PATMI”) was about \$20.2m for **YTD06**.

On 25 July 2006, the Group completed a sale and leaseback of two of its warehouse properties for a total consideration of S\$145m. A total post tax net gain of S\$10.6m was realized. Excluding the gain from the sale and leaseback, the Group’s recurring net profit for **YTD06** would be S\$9.6m compared to S\$6.1m for the same period of 2005, an increase of 57%. All segments returned better operating results.

Administration and other operating expenses increased in the current year accounted for mainly by newly acquired/established entities and amortization of intangible assets. Finance income increased attributable to proceeds from sale and leaseback. Finance cost reduced from Sept 06 as short-term borrowings being refinanced by internal funds progressively as they fall due.

The effect of the sale and leaseback of two properties is reflected in the balance sheet with a reduction in assets value in PPE, increase in cash and investment, reduction in borrowings and the creation of a deferred gain

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

The current announced results are generally in line with expectation.

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

The existing businesses are improving amidst competitive business condition.

On 10 Oct 2006, the Group completed the sale and purchase of 100% interest in C&P Asia Pte Ltd (“**CPA**”) with an aggregate profit guarantee of S\$11m for 2006 and 2007, for a total consideration of S\$32m, of which S\$28.06m is in the form of CWT shares and the balance in cash. CPA is a sister company of CWT with principal business in commodity logistics and collateral management business. The financial effect of this acquisition will be accounted for in the 4Q06 results.

The Group has embarked on development of several niche logistics hubs in Singapore. Development of the various hubs are progressing on track with encouraging pre-completion commitment from potentials.

- CWT Logistics Hub 1 at Tanjong Penjuru is scheduled for completion by end 2006. CWT chemical logistics operations will be consolidated in this new logistics hub 1 for better operational efficiency.
- CWT Logistics Hub 2, also located at Tanjong Penjuru, is targeted for completion in 4th quarter 2007.
- CWT Cold Hub at Fishery Port Road is targeted for completion in the 2nd quarter 2007 and is poised to provide high quality cold storage facilities.
- Phase I of the CWT Logistics Hub in Shanghai was completed and commissioned in end Sept 2006. The warehouse is now about 50% occupied by a MNC customer.

The above developments will add more than 1.1 million sq ft of logistics infrastructure in Singapore to our existing capacity of about 2 million sq ft, and more than 200,000 sq ft in China by end 2007.

The group's logistics business start-ups in Malaysia and China are also making positive progress. NVOCC business continued to expand its global network and market share.

11 Dividend

(a) Current Financial Period Reported On

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

(b) Corresponding Period of the Immediately Preceding Financial Year

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

(c) Date payable

Not Applicable.

(d) Books closure date

Not Applicable.

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

Not Applicable

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.**

Not Applicable

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

Not Applicable

15. **A breakdown of sales.**

Not Applicable.

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

Not Applicable

17. **Interested Party Transactions**

	Sales S\$'000	Purchases S\$'000
C & P Capital Pte Ltd	-	697
C&P Transport (Pte) Ltd	108	-

18. **Negative Assurance on Interim Financial Statement**

The Board of Directors hereby confirm that, to the best of their knowledge, nothing has come to their attention which may render the 3Q06 financial results to be false or misleading in any material aspect.

BY ORDER OF THE BOARD

**LYE SIEW HONG
COMPANY SECRETARY
6 November 2006**