



# CWT LIMITED

(Company Registration No.: 197000498M)

## Unaudited Financial Statement for the Three Months Ended 30/06/2010

### 1(a)(i) CONSOLIDATED INCOME STATEMENT For the three months ended 30 June 2010

	Three months ended 30 June			Six months ended 30 June		
	2010 S\$'000	2009 S\$'000	% Change	2010 S\$'000	2009 S\$'000	% Change
Revenue	182,758	146,954	24	349,790	300,029	17
Cost of sales	(158,882)	(124,437)	28	(301,078)	(255,764)	18
<b>Gross profit</b>	<b>23,876</b>	<b>22,517</b>	<b>6</b>	<b>48,712</b>	<b>44,265</b>	<b>10</b>
Other Income	148,238	1,546	9,488	149,562	2,662	5,518
Administrative expenses	(14,993)	(12,941)	16	(28,649)	(25,677)	12
Other operating expenses	(767)	(649)	18	(1,058)	(632)	67
<b>Profit from operations</b>	<b>156,354</b>	<b>10,473</b>	<b>1,393</b>	<b>168,567</b>	<b>20,618</b>	<b>718</b>
Finance Income	708	785	(10)	3,057	1,634	87
Finance Costs	(751)	(825)	(9)	(2,035)	(1,194)	70
<b>Net finance (expenses)/income</b>	<b>(43)</b>	<b>(40)</b>	<b>8</b>	<b>1,022</b>	<b>440</b>	<b>132</b>
Share of profit of jointly-controlled entities, net of tax	329	430	(23)	559	825	(32)
Share of profit of associates, net of tax	1,017	1,081	(6)	1,753	2,139	(18)
<b>Profit before income tax</b>	<b>157,657</b>	<b>11,944</b>	<b>1,220</b>	<b>171,901</b>	<b>24,022</b>	<b>615</b>
Income tax expense	(2,225)	(2,196)	1	(4,060)	(4,012)	1
<b>Profit after taxation</b>	<b>155,432</b>	<b>9,748</b>	<b>1,495</b>	<b>167,841</b>	<b>20,010</b>	<b>739</b>
<b>Attributable to:</b>						
Owners of the Company	154,396	8,709	1,673	166,072	17,940	826
Non-controlling interest	1,036	1,039	-	1,769	2,070	(15)
<b>Net profit attributable to shareholders</b>	<b>155,432</b>	<b>9,748</b>	<b>1,495</b>	<b>167,841</b>	<b>20,010</b>	<b>739</b>

Note:  
N.M : Not meaningful

**1(a)(ii) CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**  
For the three months ended 30 June 2010

	<b>GROUP</b>		
	<b>2Q2010</b>	<b>2Q2009</b>	<b>+ / (-)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Net profit for the year	155,432	9,748	1,495
<b>Other comprehensive income / (loss)</b>			
Exchange differences arising from translation of foreign operations	(5,037)	(3,339)	(51)
Exchange differences realised to profit or loss on disposal of a subsidiary	72	-	N.M.
Fair value changes on available-for-sale financial assets	8,687	3,375	157
Fair value changes on cash flow hedges	(15)	-	N.M.
Share of other comprehensive loss of associates and jointly-controlled entities	(516)	18	(2,967)
Other comprehensive income, net of tax	3,191	54	5,809
<b>Total comprehensive income</b>	<b>158,623</b>	<b>9,802</b>	1,518
Total comprehensive income attributable to:			
Shareholders of the Company	158,430	7,066	2,142
Non-controlling interest	193	2,736	(93)
	<b>158,623</b>	<b>9,802</b>	

	<b>Company</b>		
	<b>2Q2010</b>	<b>2Q2009</b>	<b>+ / (-)</b>
	<b>S\$'000</b>	<b>S\$'000</b>	<b>%</b>
Net profit for the year	48,395	2,818	1,617
<b>Other comprehensive income</b>			
Fair value changes on available-for-sale financial assets	8,636	1,875	361
Other comprehensive income, net of tax	8,636	1,875	
<b>Total comprehensive income attributable to shareholders of the company</b>	<b>57,031</b>	<b>4,693</b>	1,115

Note:  
N.M : Not meaningful

### 1(a)(iii) Notes to Income Statement

a) Additional disclosures

	Three months ended 30 June			Six months ended 30 June		
	2010 S\$'000	2009 S\$'000	% Change	2010 S\$'000	2009 S\$'000	% Change
Profit / (Loss) on disposal of property, plant and equipment	8	(39)	121	30	29	3
Profit on disposal of non-current assets held for sale	147,581	-	N.M.	147,581	-	N.M.
Amortisation of deferred gain	8,139	2,549	219	10,688	5,098	110
Impairment loss of available-for-sale financial assets	-	(2)	(100)	-	(2)	(100)
Gain on disposal of an associate	-	-	N.M.	511	-	N.M.
(Allowance) / Write back of allowance made for doubtful debts	(381)	(68)	460	(342)	100	(442)
Bad debts written back / (written off)	1	(29)	(103)	4	(29)	(114)
Depreciation and amortisation	(4,603)	(5,917)	(22)	(9,634)	(11,729)	(18)
Net foreign exchange (loss) / gain	(185)	(309)	(40)	(448)	59	(859)
Property, plant and equipment written off	-	-	N.M.	(136)	-	N.M.

b) Other income in 2Q2010 included the gain of \$147.6m from the sale and leaseback of the CWT Commodity Hub and CWT Cold Hub.

c) The increase in administrative expenses in 1H2010 was due mainly to start up cost incurred for the expanded operations in Europe and business development expenses .

Notes:

N.M.: Not meaningful

**1(b) STATEMENT OF FINANCIAL POSITION**

As at 30 June 2010

	<u>Group</u>		<u>Company</u>	
	30 Jun 2010 S\$'000	31 Dec 2009 S\$'000	31 Jun 2010 S\$'000	31 Dec 2009 S\$'000
<b>Non-current assets</b>				
Property, plant and equipment	187,214	183,544	44,315	45,008
Intangible assets	50,206	45,940	207	226
Subsidiaries	-	-	183,515	174,935
Associates	25,429	21,059	200	200
Jointly-controlled entities	11,951	11,247	5,455	5,060
Financial assets	90,739	17,494	90,694	17,449
Non-current receivables	5,384	1,296	-	-
Deferred tax assets	1,309	1,221	-	-
Other non-current assets	93	93	3	3
	<u>372,325</u>	<u>281,894</u>	<u>324,389</u>	<u>242,881</u>
<b>Current assets</b>				
Inventories	2,849	1,532	422	585
Trade and other receivables	143,796	136,070	44,609	154,406
Cash and cash equivalents	259,626	90,456	84,256	4,968
Tax recoverable	378	353	86	86
	<u>406,649</u>	<u>228,411</u>	<u>129,373</u>	<u>160,045</u>
Non-current assets held for sale	-	165,442	-	30,340
<b>Total assets</b>	<u>778,974</u>	<u>675,747</u>	<u>453,762</u>	<u>433,266</u>
<b>Equity attributable to equity holders of the parent</b>				
Share capital	161,965	149,390	161,965	149,390
Reserves	296,223	142,563	110,431	61,535
	<u>458,188</u>	<u>291,953</u>	<u>272,396</u>	<u>210,925</u>
<b>Non-controlling interest</b>	17,618	17,551	-	-
<b>Total equity</b>	<u>475,806</u>	<u>309,504</u>	<u>272,396</u>	<u>210,925</u>
<b>Non-Current Liabilities</b>				
Financial liabilities	8,392	13,792	6,074	11,151
Deferred tax liabilities	8,949	9,850	301	302
Deferred gain	126,859	34,535	117,769	24,144
	<u>144,200</u>	<u>58,177</u>	<u>124,144</u>	<u>35,597</u>
<b>Current liabilities</b>				
Trade and other payables	124,098	126,031	37,645	35,737
Financial liabilities	7,247	164,975	1,888	143,009
Current tax payable	7,023	5,026	889	-
Deferred gain	18,994	10,194	16,392	7,592
Provisions	1,606	1,840	408	406
	<u>158,968</u>	<u>308,066</u>	<u>57,222</u>	<u>186,744</u>
<b>Total liabilities</b>	<u>303,168</u>	<u>366,243</u>	<u>181,366</u>	<u>222,341</u>
<b>Total equity and liabilities</b>	<u>778,974</u>	<u>675,747</u>	<u>453,762</u>	<u>433,266</u>

## Notes to Financial Position

- The increase in **property, plant and equipment** is due mainly to capitalisation of work-in-progress relating to the construction of CWT Hub 3.
- The increase in investment in **Subsidiaries** at the Company level relates to the acquisition of a subsidiary in Defense Logistics in Jan 2010.
- **Financial assets** comprised quoted investment in REIT units.
- **Non-current assets held for sale** comprised mainly CWT Commodity Hub and CWT Cold Hub which sale was completed in 2Q2010.
- The increase in **Deferred gain** was due to recognition of the deferred gains arising from the sale and leaseback of the CWT Commodity Hub and the CWT Cold Hub under Financial Reporting Standard 17 - "Leases". The deferred gains are credited to the profit and loss account over the leaseback period.
- **Trade and other payables** of the Group decreased as accrued progress payments for building projects in December 2009 were paid in 2010.
- The decrease in **financial liabilities** relates to repayment of bank loans. Loans totalling \$144m were repaid in 2<sup>nd</sup> Quarter 2010.

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

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

As at 30/06/2010		As at 31/12/2009	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
6,743	504	25,191	139,784

#### Amount repayable after one year

As at 30/06/2010		As at 31/12/2009	
Secured (S\$'000)	Unsecured (S\$'000)	Secured (S\$'000)	Unsecured (S\$'000)
8,392	-	13,792	-

**1( c ) CONSOLIDATED STATEMENT OF CASH FLOWS**  
For the three months ended 30 June 2010

	<b>Three months ended 30 June</b>	
	<b>2010</b>	<b>2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from operating activities</b>		
Profit before taxation	157,657	11,944
Adjustments for:		
Interest expense	566	515
Interest income	(281)	(204)
Depreciation of property, plant and equipment	4,204	5,537
Dividend income from available-for-sale financial assets	(916)	(581)
(Gain)/loss on disposal of:		
- property, plant and equipment	(8)	39
- non-current assets held for sale	(147,581)	
- subsidiary	23	-
Share of profit of:		
- associates	(1,017)	(1,081)
- jointly-controlled entities	(328)	(430)
Amortisation of:		
- intangible assets	399	380
- deferred gain	(8,139)	(2,549)
Gain on fair value adjustment of a derivative instrument	(20)	-
Operating profit before working capital changes	4,559	13,570
Change in working capital:-		
Inventories	776	277
Trade and other receivables	(14,585)	(6,557)
Trade and other payables	10,237	3,573
Provisions	(248)	(420)
Cash generated from operations	739	10,443
Income taxes paid	(1,582)	(2,011)
Net cash from / (used in) operating activities	(843)	8,432

**1( c ) CONSOLIDATED STATEMENT OF CASH FLOWS**  
For the three months ended 30 June 2010

	<b>Three months ended 30 June</b>	
	<b>2010</b>	<b>2009</b>
	<b>S\$'000</b>	<b>S\$'000</b>
<b>Cash flows from investing activities</b>		
Interest received	281	169
Acquisition of interest in:		
- a subsidiary, net of cash acquired	(153)	-
- associates	(3,028)	-
Purchase of:		
- property, plant and equipment	(11,361)	(8,718)
- intangible assets	(2,570)	(10)
- available-for-sale financial assets	(68,095)	-
Inflow/(outflow) proceeds from disposal of:		
- property, plant and equipment	318	436
- subsidiary, net of cash disposal off	(3,745)	-
- non-current assets held for sale	422,750	-
Dividends received from:		
- associates	-	996
- available-for-sale financial assets	916	581
Net cash from / (used in) investing activities	<u>335,313</u>	<u>(6,546)</u>
<b>Cash flows from financing activities</b>		
Interest expense paid	(566)	(515)
Dividends paid to shareholders	(11,626)	(11,486)
Dividends paid to minority shareholders of subsidiaries	(422)	-
Capital contribution from minority shareholders of subsidiaries	-	196
Repayment of hire purchase and finance lease obligations	(246)	(618)
Loan to associates	(4,200)	-
Repayment of short-term borrowings	(119,243)	(26,208)
Repayment of long-term borrowings	(24,784)	(6,970)
Proceeds from short-term borrowings	(70)	38,500
Proceeds from long-term borrowings	12	-
Net cash used in financing activities	<u>(161,145)</u>	<u>(7,101)</u>
Net increase/(decrease) in cash and cash equivalents	173,325	(5,215)
Cash and cash equivalents at 1 April	83,045	74,290
Effects of exchange rate changes on balances held in foreign currencies	(863)	(744)
Cash and cash equivalents at 30 June	<u>255,507</u>	<u>68,331</u>

1(d)(i) **Statement of Changes in Equity**  
**For the three months ended 30 June 2010**

Group	Share capital	Fair value reserve	Currency translation reserve	Statutory reserve	Revenue reserve	Total attributable to equity holders of the parent	Non-controlling interest	Total
S\$'000								
At 1 April 2009	149,390	5	2,358	499	128,359	280,611	16,569	297,180
Profit for the period	-	-	-	-	8,709	8,709	1,039	9,748
<b>Other comprehensive income</b>								
Exchange differences arising from translation of foreign operations	-	-	(4,586)	-	-	(4,586)	1,247	(3,339)
Fair value changes on available-for-sale financial assets	-	2,925	-	-	-	2,925	450	3,375
Share of other comprehensive loss of associates and jointly-controlled entities	-	-	18	-	-	18	-	18
Total other comprehensive income	-	2,925	(4,568)	-	-	(1,643)	1,697	54
<b>Total comprehensive income for the period</b>	-	2,925	(4,568)	-	8,709	7,066	2,736	9,802
<b>Distributions to owner</b>								
Dividend paid to equity holders	-	-	-	-	(11,486)	(11,486)	-	(11,486)
<b>Changes in ownership interest in subsidiaries that do not result in loss of control</b>								
Capital contribution by minority shareholders	-	-	-	-	-	-	196	196
Effect of capital reduction by a subsidiary	-	-	-	-	-	-	(1,650)	(1,650)
<b>Total transaction with owners</b>	-	-	-	-	(11,486)	(11,486)	(1,454)	(12,940)
At 30 June 2009	149,390	2,930	(2,210)	499	125,582	276,191	17,851	294,042



1(d)(i) **Statement of Changes in Equity**  
**For the three months ended 30 June 2010**

Group	Share capital	Fair value reserve	Currency translation reserve	Hedging reserve	Statutory reserve	Revenue reserve	Total attributable to equity holders of the parent	Non-controlling interest	Total
S\$'000									
At 1 April 2010	161,965	5,718	(9,359)	(703)	540	153,223	311,384	18,000	329,384
Profit for the period	-	-	-	-	-	154,396	154,396	1,036	155,432
<b>Other comprehensive income</b>									
Exchange differences arising from translation of foreign operations	-	-	(4,143)	-	-	-	(4,143)	(894)	(5,037)
Exchange differences realised to profit or loss on disposal of a subsidiary	-	-	72	-	-	-	72	-	72
Fair value changes on available-for-sale financial assets	-	8,636	-	-	-	-	8,636	51	8,687
Effective portion of changes in fair value of cash flow hedges	-	-	-	(15)	-	-	(15)	-	(15)
Share of other comprehensive loss of associates and jointly-controlled entities	-	-	(516)	-	-	-	(516)	-	(516)
Total other comprehensive income	-	8,636	(4,587)	(15)	-	-	4,034	(843)	3,191
<b>Total comprehensive income for the period</b>	-	8,636	(4,587)	(15)	-	154,396	158,430	193	158,623
<b>Distributions to owner</b>									
Dividend paid to equity holders	-	-	-	-	-	(11,626)	(11,626)	-	(11,626)
Dividend paid to minority shareholders	-	-	-	-	-	-	-	(422)	(422)
<b>Total transaction with owners</b>	-	-	-	-	-	(11,626)	(11,626)	(422)	(12,048)
<b>Disposal of a subsidiary</b>	-	-	-	-	-	-	-	40	40
<b>Acquisition of a subsidiary</b>	-	-	-	-	-	-	-	(193)	(193)
<b>Transfer of reserves</b>									
Transfer to statutory reserve in compliance with foreign entities' statutory requirements	-	-	-	-	(3)	3	-	-	-
At 30 June 2010	161,965	14,354	(13,946)	(718)	537	295,996	458,188	17,618	475,806

**1(d)(i) Statement of Changes in Equity  
For the three months ended 30 June 2010**

<b>Company</b>					
<b>S\$'000</b>	<b>Share capital</b>	<b>Fair value reserve</b>	<b>Revenue reserve</b>	<b>Total attributable to equity holders of the parent</b>	<b>Total</b>
At 1 April 2009	149,390	-	58,194	207,584	207,584
Profit for the period	-	-	2,818	2,818	2,818
<b>Other comprehensive income</b>					
Fair value changes on available-for-sale financial assets	-	1,875	-	1,875	1,875
Total other comprehensive income		1,875	2,818	1,875	1,875
<b>Total comprehensive income for the period</b>	-	1,875	2,818	4,693	4,693
<b>Distributions to owner</b>					
Dividend paid to equity holders	-	-	(11,486)	(11,486)	(11,486)
At 30 June 2009	149,390	1,875	49,526	200,791	200,791
At 1 April 2010	161,965	5,705	59,501	227,171	227,171
Profit for the period	-	-	48,395	48,395	48,395
<b>Other comprehensive income</b>					
Fair value changes on available-for-sale financial assets	-	8,636	-	8,636	8,636
Total other comprehensive income	-	8,636	-	8,636	8,636
<b>Total comprehensive income for the period</b>	-	8,636	48,395	57,031	57,031
<b>Distributions to owner</b>					
Dividend paid to equity holders	-	-	(11,806)	(11,806)	(11,806)
At 30 June 2010	161,965	14,341	96,090	272,396	272,396

**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.**

The Group has applied the same accounting policies and methods of computation in the preparation of the financial statements for the current financial period compared with the audited financial statements as at 31 December 2009 except for the adoption of the FRS and INT FRS that are mandatory for financial years beginning on or after 1 January 2010.

The adoption of these FRS and INT FRS has no significant impact to the Group's financial statement except for FRS 103 and FRS 27 as described below:

FRS 103 (revised 2009) and FRS 27 (amended) will become effective for the Group's financial statements for the year ending 31 December 2010. FRS 103 (revised 2009) introduces significant changes to the accounting for business combinations, both at the acquisition date and post acquisition, and requires greater use of fair values. The amendments will mainly impact the accounting for transaction costs, step acquisitions, goodwill and non-controlling interests (NCI) (previously minority interests). The revised FRS 103 will be applied prospectively and therefore there will be no impact on prior periods in the Group's financial statements for the year ending 31 December 2010.

The amended FRS 27 requires accounting for changes in ownership interests by the Group in a subsidiary, while maintaining control, to be recognised as an equity transaction. When Group loses control of a subsidiary, any interest retained in the former subsidiary will be measured at fair value with the gain or loss recognised in profit or loss. The amendments will be applied prospectively to transactions with NCI and therefore there will be no impact on prior periods in the Group's financial statements for the year ending 31 December 2010.

**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.**

Not Applicable.

**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 587,210,727 (30 June 2009: 574,304,650) during the financial period under review.

The weighted average number of shares used for the computation for the EPS on basic (a) and fully diluted basis (b) is 587,210,727 (30 June 2009: 574,304,650).

EPS (cents)	Three months ended 30 June	
	2010	2009
(a) Basic	26.29	1.52
(b) Diluted	26.29	1.52
Based weighted average number of ordinary shares in issue (in million)	587.2	574.3

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:-**
- current financial period reported on; and**
  - immediately preceding financial year**

The NAV per ordinary share for 30 June 2010 was computed based on the share base of 587,210,727 (31 December 2009: 574,304,650).

	30 June 2010	31 December 2009
<b>NAV per ordinary share (cents)</b>		
- Group	86.5	53.9
- Company	46.4	36.7

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:-**
- 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**
  - 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**

#### **1<sup>st</sup> Half 2010 ("1H2010") vs 1<sup>st</sup> Half 2009 ("1H2009")**

The Group turned in a record profit after tax ("PAT") of S\$168m for 1H2010, which is more than 8-fold of the PAT for the same period in 2009. The surge in PAT was derived from the gain of \$147.6m from the sale and leaseback of the CWT Commodity Hub and CWT Cold Hub completed on 12 April 2010.

Excluding this one-off gain, Profit From Operations for 1H2010 increased by 1.9% to \$21.0m while Revenue and Gross Profit grew by 17% and 10% respectively. Profit increase was not in line with revenue increase because of the following factors :

- Revenue contains freight rates increases since latter half of 2009, which were offset by corresponding increases in freight cost;
- 2009 resilience budget scheme was gradually phased out in 1H2010
- Start up costs for new undertakings in 1H2010 including operations in Europe and new major customer account;
- Sale and leaseback of two properties completed in April 2010
- Steel logistics business was adversely affected by the plunge in demand from the Marine industry, especially in 2Q2010.

## **2<sup>nd</sup> Quarter 2010 (“2Q2010”)**

Revenue increased by 24% while Cost of Sale increased by 28% resulting in a 6% growth in Gross Profit. Increase in business volume and progressive freight rate hikes drove up revenue. Profit from operations excluding the one off gain was \$8.75m which is 16.5% less than 2Q2009. Overall margin was squeezed for the same reasons mentioned above.

### **Taxation**

In respect of the gain recognised on the Sale & Leaseback of the two properties, the Group continues to view them as capital investment assets the disposal of which were on capital account and, accordingly, the gain (including deferred gain) should be regarded as capital gain not subject to income tax.

### **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 expectations.

### **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.**

#### **1 General**

The Group saw progressive recovery of business volume in most of its business segments. Shipping trade volume is improving amidst growing freight rates.

The Group continues to focus on broadening its freight network to expand its markets and extending its commodity logistics hubs to grow the scope and scale of its commodity logistics business.

#### **2. Update on Development of CWT Hub 3**

Construction of CWT Hub 3 commenced in Feb 2010 and the construction is targeted for completion in the 1<sup>st</sup> half of 2011.

#### **3. Redevelopment of property at 49 Pandan Road**

The existing warehouse property at 49 Pandan Road has been demolished to make way for construction of a 5-storey ramp-up warehouse which is targeted for completion in the 2<sup>nd</sup> half of 2011.

#### **4. Others**

a. The Group continues to be prudent in its cost management to keep costs constantly in check and to ensure optimization of resources.

b. The Group does not have any material financial instruments or options that are not accounted for in the financial statements.

**11 Dividend**

**(a) Current Financial Period Reported On**

The directors have approved a special interim net cash dividend for the current financial year of approximately S\$0.06 per ordinary share ("**Special Interim Dividend**") in the capital of the Company ("**Shares**") in respect of Shares held by shareholders of the Company as at the books closure date as stated in 11(c) below.

**(b) Corresponding Period of the Immediately Preceding Financial Year**

None

**(c) Book Closure Date**

Notice is hereby given that the Share Transfer Books and Register of Members of the Company will be closed on 17 August 2010 for the preparation of the proposed interim dividend warrants.

Duly completed registrable transfers received by the Company's Share Registrar, Boardroom Corporate & Advisory Services Pte. Ltd., 50 Raffles Place, #32-01, Singapore Land Tower, Singapore 048623, up to 5.00 p.m. on 16 August 2010 will be registered to determine shareholders' entitlements to the said Special Interim Dividend. Members whose Securities Accounts with The Central Depository (Pte) Limited are credited with shares as at 5.00 p.m. on 16 August 2010 will be entitled to the Special Interim Dividend.

**(d) Date Payable**

The Special Interim Dividend shall be payable on 26 August 2010.

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

No applicable

**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**

	<b>Aggregate Value S\$'000</b>
Purchases	
- C&P Capital Pte Ltd	430
- C&P Transport Pte Ltd	104
- Geo Integrated Pte Ltd	100

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

The Board of Directors hereby confirms that, to the best of their knowledge, nothing has come to their attention which may render the 2Q10 financial results to be false or misleading in any material aspect.

**BY ORDER OF THE BOARD**

**LYE SIEW HONG – LYNDIA GOH  
COMPANY SECRETARY  
5th August 2010**