



Singapore Shipping Corporation Limited

**Singapore Shipping Corporation Limited
and its Subsidiaries**

Company Registration No. 198801332G

**Condensed Interim Financial Statements
For the six months ended 30 September 2021**

Singapore Shipping Corporation Limited and its Subsidiaries

Table of Contents

	Page
Condensed Interim Consolidated Income Statement	1
Condensed Interim Consolidated Statement of Comprehensive Income	2
Condensed Interim Balance Sheets	3
Condensed Interim Statements of Changes in Equity	4
Condensed Interim Consolidated Statement of Cash Flows	7
Notes to the Condensed Interim Financial Statements	8
Other Information Required by Listing Rule Appendix 7.2	20

**Condensed Interim Consolidated Income Statement
For the six months ended 30 September 2021**

	Note	Group Six months ended 30 September		Change
		2021 US\$'000	2020 US\$'000	%
Revenue	3	23,218	20,897	11.1
Other operating income		681	394	72.8
Depreciation expense		(4,018)	(4,158)	(3.4)
Vessel operation costs		(2,314)	(2,240)	3.3
Transportation, warehouse and terminal operating costs		(4,611)	(2,888)	59.7
Staff and crew costs		(6,270)	(5,125)	22.3
Other operating expenses		(791)	(681)	16.2
Results from operating activities	4	5,895	6,199	(4.9)
Finance and investment income	5	138	395	(65.1)
Finance costs		(743)	(868)	(14.4)
Exchange differences		86	626	(86.3)
Share of results of associated company, net of tax		(1)	(127)	(99.2)
Profit before taxation		5,375	6,225	(13.7)
Taxation		–	–	–
Profit for the period		5,375	6,225	(13.7)
Attributable to:				
Owners of the Company		5,375	6,225	(13.7)
Earnings per share (US cents):				
Basic	6	1.3	1.6	(18.8)
Diluted	6	1.3	1.6	(18.8)

The accompanying notes form an integral part of the condensed interim financial statements.

**Condensed Interim Consolidated Statement of Comprehensive Income
For the six months ended 30 September 2021**

	Group Six months ended 30 September		
	2021 US\$'000	2020 US\$'000	Change %
Profit for the period	5,375	6,225	(13.7)
Other comprehensive income			
<i>Items that are or may be reclassified subsequently to profit or loss:</i>			
Cash flow hedges:			
- Effective portion of changes in fair value of cash flow hedges	442	109	NM
- Realised and transferred to income statement	(339)	(135)	NM
Foreign currency translation	103 (120)	(26) 430	NM NM
Other comprehensive income for the period, net of tax	(17)	404	NM
Total comprehensive income for the period	5,358	6,629	(19.2)
Attributable to:			
Owners of the Company	5,358	6,629	(19.2)

The accompanying notes form an integral part of the condensed interim financial statements.

Condensed Interim Balance Sheets
As at 30 September 2021

	Note	Group		Company	
		30 September 2021 US\$'000	31 March 2021 US\$'000	30 September 2021 US\$'000	31 March 2021 US\$'000
Non-current assets					
Property, plant and equipment	8	124,578	128,469	–	–
Right-of-use asset		–	30	–	–
Goodwill		773	782	–	–
Investment in subsidiaries		–	–	32,625	32,625
Amount due from subsidiaries		–	–	3,095	5,715
Investment in associated company		1,636	1,637	*	*
Other assets		8	54	–	–
		126,995	130,972	35,720	38,340
Current assets					
Inventories		472	272	–	–
Trade and other receivables		4,630	3,206	24	36
Amount due from subsidiaries		–	–	31,550	19,405
Investment securities		2,219	2,209	–	–
Cash and cash equivalents	9	42,890	38,726	10,925	15,438
		50,211	44,413	42,499	34,879
Less:					
Current liabilities					
Trade and other payables		7,409	6,563	89	117
Amount due to subsidiaries		–	–	22,108	15,134
Lease liability		–	33	–	–
Derivative financial liabilities		827	780	–	–
Bank borrowings	10	5,900	7,078	–	–
		14,136	14,454	22,197	15,251
Net current assets		36,075	29,959	20,302	19,628
Non-current liabilities					
Bank borrowings	10	37,173	39,829	–	–
Derivative financial liabilities		944	1,014	–	–
Deferred income		24,758	23,483	–	–
		62,875	64,326	–	–
Net assets		100,195	96,605	56,022	57,968
Equity attributable to owners of the Company					
Share capital	11	31,886	31,886	31,886	31,886
Treasury shares	12	(494)	(210)	(494)	(210)
Other reserves		(2,723)	(2,706)	–	–
Retained earnings		71,526	67,635	24,630	26,292
Total equity		100,195	96,605	56,022	57,968

* Less than US\$1,000

The accompanying notes form an integral part of the condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

Condensed Interim Statements of Changes in Equity
For the six months ended 30 September 2021

<u>Group</u>	Note	Share capital US\$'000	Treasury shares US\$'000	Hedging reserve US\$'000	Currency translation reserve US\$'000	Retained earnings US\$'000	Equity attributable to owners of the Company US\$'000
Balance at 1 April 2021		31,886	(210)	(1,728)	(978)	67,635	96,605
Total comprehensive income for the period							
Profit for the period		–	–	–	–	5,375	5,375
Other comprehensive income for the period		–	–	103	(120)	–	(17)
Total		–	–	103	(120)	5,375	5,358
Transactions with owners, recognised directly in equity							
Contributions by and distributions to owners							
Dividends paid	13	–	–	–	–	(1,484)	(1,484)
Purchase of treasury shares		–	(284)	–	–	–	(284)
Total		–	(284)	–	–	(1,484)	(1,768)
Balance at 30 September 2021		31,886	(494)	(1,625)	(1,098)	71,526	100,195

The accompanying notes form an integral part of the condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

Condensed Interim Statements of Changes in Equity
For the six months ended 30 September 2021

<u>Group</u>	Note	Share capital US\$'000	Treasury shares US\$'000	Hedging reserve US\$'000	Currency translation reserve US\$'000	Retained earnings US\$'000	Equity attributable to owners of the Company US\$'000
Balance at 1 April 2020		31,886	(7,688)	(3,429)	(1,586)	67,980	87,163
Total comprehensive income for the period							
Profit for the period		–	–	–	–	6,225	6,225
Other comprehensive income for the period		–	–	(26)	430	–	404
Total		–	–	(26)	430	6,225	6,629
Transactions with owners, recognised directly in equity							
Contributions by and distributions to owners							
Dividends paid	13	–	–	–	–	(2,930)	(2,930)
Purchase of treasury shares		–	(210)	–	–	–	(210)
Cancellation of treasury shares		–	7,688	–	–	(7,688)	–
Total		–	7,478	–	–	(10,618)	(3,140)
Balance at 30 September 2020		31,886	(210)	(3,455)	(1,156)	63,587	90,652

The accompanying notes form an integral part of the condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

**Condensed Interim Statements of Changes in Equity
For the six months ended 30 September 2021**

<u>Company</u>	Note	Share capital US\$'000	Treasury shares US\$'000	Retained earnings US\$'000	Equity attributable to owners of the Company US\$'000
Balance at 1 April 2021		31,886	(210)	26,292	57,968
Total comprehensive income for the period					
Loss for the period		–	–	(178)	(178)
Total		–	–	(178)	(178)
Transactions with owners, recognised directly in equity					
Contributions by and distributions to owners					
Dividends paid	13	–	–	(1,484)	(1,484)
Purchase of treasury shares			(284)	–	(284)
Total		–	(284)	(1,484)	(1,768)
Balance at 30 September 2021		31,886	(494)	24,630	56,022
Balance at 1 April 2020		31,886	(7,688)	28,490	52,688
Total comprehensive income for the period					
Profit for the period		–	–	166	166
Total		–	–	166	166
Transactions with owners, recognised directly in equity					
Contributions by and distributions to owners					
Dividends paid	13	–	–	(2,930)	(2,930)
Purchase of treasury shares		–	(210)	–	(210)
Cancellation of treasury shares		–	7,688	(7,688)	–
Total		–	7,478	(10,618)	(3,140)
Balance at 30 September 2020		31,886	(210)	18,038	49,714

The accompanying notes form an integral part of the condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

**Condensed Interim Consolidated Statement of Cash Flows
For the six months ended 30 September 2021**

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
Cash flows from operating activities		
Profit before taxation	5,375	6,225
Adjustments for:		
Depreciation expense	4,018	4,158
Interest income	(89)	(197)
Dividend income	(39)	(39)
Net fair value gain on investment securities	(10)	(159)
Gain on disposal of other assets	(274)	–
Finance costs	743	868
Loss/(gain) on foreign exchange	44	(609)
Share of results of associated company, net of tax	1	127
	9,769	10,374
Operating cash flows before changes in working capital		
Changes in working capital:		
Inventories	(200)	(35)
Trade and other receivables	(1,431)	473
Trade and other payables	869	(1,025)
Deferred income	1,275	1,300
	10,282	11,087
Net cash flows from operating activities		
Cash flows from investing activities		
Purchase of property, plant and equipment	(97)	(170)
Payment for drydocking expenditure	–	(459)
Interest received	96	302
Dividend income from investment securities	39	39
Proceed from disposal of other assets	312	–
	350	(288)
Net cash flows from/(used in) investing activities		
Cash flows from financing activities		
Repayment of bank borrowings	(3,834)	(3,834)
Repayment of lease liability	(33)	(152)
Payment of finance costs	(766)	(869)
Dividends paid	(1,484)	(2,930)
Purchase of treasury shares	(284)	(210)
	(6,401)	(7,995)
Net cash flows used in financing activities		
Net increase in cash and cash equivalents	4,231	2,804
Cash and cash equivalents at beginning of the period	38,726	30,524
Effect of exchange rate changes on cash and cash equivalents	(67)	125
	42,890	33,453
Cash and cash equivalents at end of the period		

The accompanying notes form an integral part of the condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

1. Corporate information

Singapore Shipping Corporation Limited (the "Company") is a limited liability company incorporated and domiciled in Singapore and is listed on the Singapore Exchange Securities Trading Limited ("SGX-ST").

The registered office and principal place of business of the Company is located at 200 Cantonment Road, #09-01 Southpoint, Singapore 089763.

The principal activity of the Company is investment holding. The principal activities of the subsidiaries are ship owning, ship management, shipping agency, terminal operations, warehousing and logistic services.

2. Basis of preparation

The condensed interim financial statements of the Company and its subsidiaries (collectively, the "Group") for the six months ended 30 September 2021 have been prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)") 1-34 *Interim Financial Reporting* issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statement for the financial year ended 31 March 2021.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I), except for the adoption of new and amended standards as set out in Note 2.1.

The condensed interim financial statements are presented in United States Dollars ("US\$") and all values in the tables are rounded to the nearest thousand ("US\$'000"), except when otherwise indicated.

2.1 Adoption of new and amended standards and interpretations

The Group has applied the following amendments to SFRS(I)s for the first time for the period beginning on 1 April 2021:

Amendments to SFRS(I) 9, SFRS(I) 1-39, SFRS(I) 7, SFRS(I) 4, SFRS(I) 16 *Interest Rate Benchmark Reform - Phase 2*

The adoption of the above amendments to SFRS(I)s did not have any material impact on the financial performance or position of the Group and the Company for the six months ended 30 September 2021.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

2. Basis of preparation (cont'd)

2.2 Significant accounting judgements and estimates

The preparation of the condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 March 2021.

Management is of the opinion that judgement made in the determination that the Group's charter lease agreements for its vessels are classified as operating leases remained unchanged since the issuance of the last annual consolidated financial statements for the year ended 31 March 2021.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Revenue

Disaggregation of revenue

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
<u>Types of services</u>		
Revenue recognition – Over time		
Lease revenue	13,253	13,103
Service income	2,847	2,733
	<hr/>	<hr/>
	16,100	15,836
Revenue recognition – At a point in time		
Agency and logistics	7,118	5,061
	<hr/>	<hr/>
	23,218	20,897
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The Group's businesses are not affected by seasonal or cyclical factors during the six months ended 30 September 2021.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

4. Results from operating activities

The following items have been included in arriving at results from operating activities:

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
Contributions to defined contribution plans, included in staff and crew costs	301	234
Short-term operating lease expense	463	202
	<hr/> <hr/>	<hr/> <hr/>

5. Finance and investment income

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
Interest income on deposits with banks	89	197
Net fair value gain on investment securities	10	159
Dividend income	39	39
	<hr/> <hr/>	<hr/> <hr/>
	138	395

6. Earnings per share

The following tables reflect the profit and share data used in the computation of basic and diluted earnings per share for the periods ended 30 September:

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
Profit for the period attributable to owners of the Company	5,375	6,225
	<hr/> <hr/>	<hr/> <hr/>

	Group	
	Six months ended	
	30 September	
	2021	2020
	No. of shares	No. of shares
	'000	'000
Weighted average number of ordinary shares for basic and diluted earnings per share computation	398,607	399,532
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Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

6. Earnings per share (cont'd)

The basic and diluted earnings per share are calculated by dividing the profit for the period attributable to owners of the Company by the weighted average number of ordinary shares outstanding during the period. There are no dilutive potential ordinary shares outstanding during the period.

7. Net asset value

	Group		Company	
	30 September 2021 US Cents	31 March 2021 US Cents	30 September 2021 US Cents	31 March 2021 US Cents
Net asset value per ordinary share based on the total number of issued shares excluding treasury shares as at the end of the period/year	25.2	24.2	14.1	14.5

8. Property, plant and equipment

During the six months ended 30 September 2021, the Group acquired assets amounting to US\$97,000 (30 September 2020: US\$170,000) and capitalised drydocking expenditure of Nil (30 September 2020: US\$459,000).

As at 30 September 2021, the Group's vessels with a carrying amount of US\$74,535,000 (31 March 2021: US\$75,992,000) are mortgaged to secure bank borrowings (Note 10).

9. Cash and cash equivalents

	Group		Company	
	30 September 2021 US\$'000	31 March 2021 US\$'000	30 September 2021 US\$'000	31 March 2021 US\$'000
Cash at banks and on hand	5,277	5,486	565	134
Deposits	37,613	33,240	10,360	15,304
Cash and cash equivalents	42,890	38,726	10,925	15,438

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

10. Bank borrowings

	Group	
	30 September 2021	31 March 2021
	US\$'000	US\$'000
Amount repayable within one year or less, or on demand		
- Secured	5,900	7,078
Amount repayable after one year		
- Secured	37,173	39,829
	43,073	46,907
	43,073	46,907

As at 30 September 2021, the carrying amount of the vessels mortgaged as security for the bank borrowings is US\$74,535,000 (31 March 2021: US\$75,992,000) (Note 8).

11. Share capital

	Group and Company			
	30 September 2021		31 March 2021	
	No. of shares		No. of shares	
	'000	US\$'000	'000	US\$'000
Issued and fully paid ordinary shares				
At beginning of the period/year	399,990	31,886	437,020	31,886
Cancellation of treasury shares	–	–	(37,030)	–
At end of the period/year	399,990	31,886	399,990	31,886
	399,990	31,886	399,990	31,886

As at 30 September 2021, the total number of issued share capital (excluding treasury shares) held by the Company is 397,526,000 (31 March 2021: 398,891,000).

Share options and subsidiary holdings

There were no outstanding share options and subsidiary holdings as at 30 September 2021 and 31 March 2021.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

12. Treasury shares

	Group and Company			
	30 September 2021		31 March 2021	
	No. of shares '000	US\$'000	No. of shares '000	US\$'000
Issued and fully paid ordinary shares				
At beginning of the period/year	1,099	210	37,030	7,688
Acquired during the period/year	1,365	284	1,099	210
Cancellation of treasury shares	–	–	(37,030)	(7,688)
At end of the period/year	2,464	494	1,099	210

As at 30 September 2021, the number of treasury shares held by the Company represented 0.62% (31 March 2021: 0.28%) of the total number of issued ordinary shares (excluding treasury shares).

13. Dividends

	Group and Company	
	Six months ended	
	30 September 2021 US\$'000	2020 US\$'000
<i>Declared and paid during the period:</i>		
Dividends on ordinary shares:		
- Final tax exempt (one-tier) dividend of 0.5 Singapore cent (six months ended 30 September 2020: 1.0 Singapore cent) per share	1,484	2,930

14. Segment information

(a) Operating segments

The Group has two reportable segments, namely ship owning and agency and logistics as follows:

- (i) Ship owning segment: Includes ship owning and ship management.
- (ii) Agency and logistics segment: Includes shipping agency, terminal operations, warehousing and logistics services.

Management monitors the operating results of each of these operating segments for the purpose of making decisions about resources allocation and performance assessment.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

14. Segment information (cont'd)

(a) Operating segments (cont'd)

Six months ended 30 September 2021

	Ship owning US\$'000	Agency and logistics US\$'000	Unallocated items* US\$'000	Inter- segment elimination US\$'000	Group US\$'000
Group's external revenue	16,100	7,118	–	–	23,218
Segment results	6,181	906	–	–	7,087
Finance costs	(743)	–	–	–	(743)
Share of results of associated company, net of tax	(1)	–	–	–	(1)
Profit before unallocated items	5,437	906	–	–	6,343
Corporate costs	–	–	(1,192)	–	(1,192)
Finance and investment income	–	–	138	–	138
Exchange differences	–	–	86	–	86
Profit before taxation	5,437	906	(968)	–	5,375
Taxation	–	–	–	–	–
Profit for the period	5,437	906	(968)	–	5,375
As at 30 September 2021					
Segment assets	171,822	11,548	–	(7,800)	175,570
Investment in associated company	1,636	–	–	–	1,636
Total assets	173,458	11,548	–	(7,800)	177,206
Total liabilities	79,598	5,213	–	(7,800)	77,011

* Unallocated items refer to corporate costs, finance and investment income, exchange differences and taxation.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

14. Segment information (cont'd)

(a) Operating segments (cont'd)

Six months ended 30 September 2020

	Ship owning US\$'000	Agency and logistics US\$'000	Unallocated items* US\$'000	Inter- segment elimination US\$'000	Group US\$'000
Group's external revenue	15,836	5,061	–	–	20,897
Segment results	6,456	996	–	–	7,452
Finance costs	(863)	(5)	–	–	(868)
Share of results of associated company, net of tax	(127)	–	–	–	(127)
Profit before unallocated items	5,466	991	–	–	6,457
Corporate costs	–	–	(1,253)	–	(1,253)
Finance and investment income	–	–	395	–	395
Exchange differences	–	–	626	–	626
Profit before taxation	5,466	991	(232)	–	6,225
Taxation	–	–	–	–	–
Profit for the period	5,466	991	(232)	–	6,225
As at 31 March 2021					
Segment assets	168,812	8,930	–	(3,994)	173,748
Investment in associated company	1,637	–	–	–	1,637
Total assets	170,449	8,930	–	(3,994)	175,385
Total liabilities	80,483	2,291	–	(3,994)	78,780

* Unallocated items refer to corporate costs, finance and investment income, exchange differences and taxation.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

14. Segment information (cont'd)

(b) Geographical segments

Revenue by geographical segments

The following table provides an analysis of the Group's revenue by geographical segments:

	Group	
	Six months ended	
	30 September	
	2021	2020
	US\$'000	US\$'000
Revenue		
Japan	10,807	10,529
Singapore	7,061	4,973
Others	5,350	5,395
	23,218	20,897
	23,218	20,897

Assets and capital expenditure by geographical segments

As the Group's vessels are deployed by the customers to various parts of the world, the directors do not consider it meaningful to allocate the assets and capital expenditure of the ship owning segment to specific geographical segments. The agency and logistics operations are mainly located in Singapore.

15. Financial assets and liabilities by category

	Group		Company	
	30 September	31 March	30 September	31 March
	2021	2021	2021	2021
	US\$'000	US\$'000	US\$'000	US\$'000
Trade and other receivables	3,363	2,477	10	20
Amount due from subsidiaries	–	–	31,550	19,405
Cash and cash equivalents	42,890	38,726	10,925	15,438
Financial assets carried at amortised cost	46,253	41,203	42,485	34,863
Investment securities	2,219	2,209	–	–
Financial assets at fair value through profit or loss	2,219	2,209	–	–
Derivative financial liabilities used for hedging	(1,625)	(1,728)	–	–
	(1,625)	(1,728)	–	–

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

15. Financial assets and liabilities by category (cont'd)

	Group		Company	
	30 September 2021 US\$'000	31 March 2021 US\$'000	30 September 2021 US\$'000	31 March 2021 US\$'000
Derivative financial liabilities not designated as hedging instruments	(146)	(66)	–	–
Trade and other payables	(5,965)	(4,487)	(89)	(117)
Amount due to subsidiaries	–	–	(22,108)	(15,134)
Bank borrowings	(43,073)	(46,907)	–	–
Lease liability	–	(33)	–	–
Financial liabilities measured at amortised cost	(49,038)	(51,427)	(22,197)	(15,251)

16. Fair value of assets and liabilities

(a) Fair value hierarchy

The Group categorises fair value measurements using a fair value hierarchy that is dependent on the valuation inputs used as follows:

- Level 1 – Quoted prices (unadjusted) in active market for identical assets or liabilities that the Group can access at the measurement date;
- Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3 – Unobservable inputs for the asset or liability.

Fair value measurements that use inputs of different hierarchy levels are categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

16. Fair value of assets and liabilities (cont'd)

(b) Assets and liabilities measured at fair value

The following table shows an analysis of each class of assets and liabilities measured at fair value at the end of the reporting period:

Group	<u>Fair value measurements at the end of the reporting period using</u>			Total US\$'000
	Quoted prices in active markets for identical instruments (Level 1) US\$'000	Significant observable inputs other than quoted prices (Level 2) US\$'000	Significant unobservable inputs (Level 3) US\$'000	
30 September 2021				
Financial assets:				
Investment securities at fair value through profit or loss	2,219	–	–	2,219
Financial liabilities:				
Derivative financial liabilities	–	(1,771)	–	(1,771)
31 March 2021				
Financial assets:				
Investment securities at fair value through profit or loss	2,209	–	–	2,209
Financial liabilities:				
Derivative financial liabilities	–	(1,794)	–	(1,794)

(c) Level 2 fair value measurements

Interest rate swap contracts are valued using a valuation technique with market observable inputs.

Singapore Shipping Corporation Limited and its Subsidiaries

Notes to the Condensed Interim Financial Statements

17. Commitments

Group as a lessor

The Group leases out its vessels under time charter agreements. The future contractual payments to be received under non-cancellable time charter agreements for vessels are as follows:

	Group	
	30 September 2021	31 March 2021
	US\$'000	US\$'000
Within 1 year	34,711	34,711
Between 1 and 5 years	119,718	127,678
More than 5 years	149,834	159,278
	304,263	321,667
	304,263	321,667

18. Contingent liabilities

The Company had provided performance guarantees to third party with respect to charter party agreements for the charter of vessels by the subsidiaries to the third party.

19. Subsequent events

There are no known subsequent events which have led to adjustments to this set of condensed interim financial statements.

Singapore Shipping Corporation Limited and its Subsidiaries

Other Information Required by Listing Rule Appendix 7.2

1. Review

The condensed interim financial statements which comprise the condensed interim balance sheets of the Group and the Company as at 30 September 2021, the condensed interim statements of changes in equity of the Group and the Company and the condensed interim consolidated income statement, consolidated statement of comprehensive income and consolidated statement of cash flows of the Group for the period then ended, and explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Condensed consolidated income statement

REVENUE

	Group Six months ended 30 September		Change %
	2021 US\$'000	2020 US\$'000	
Ship owning	16,100	15,836	1.7
Agency and logistics	7,118	5,061	40.6
	<hr/>	<hr/>	
	23,218	20,897	11.1

PROFIT ATTRIBUTABLE TO OWNERS OF THE COMPANY

	Group Six months ended 30 September		Change %
	2021 US\$'000	2020 US\$'000	
Ship owning	5,437	5,466	(0.5)
Agency and logistics	906	991	(8.6)
Unallocated items ^(a)	(1,054)	(858)	22.8
Exchange differences	86	626	(86.3)
	<hr/>	<hr/>	
Profit for the period	5,375	6,225	(13.7)

^(a) Unallocated items refer to corporate costs, finance and investment income and taxation.

- Off-hire (drydocking) resulted in lower ship owning revenue in the six months ended 30 September 2020.
- Agency and logistics reported higher revenue due to improvement in business volume.
- The increase in crew costs due to flight disruptions caused by the pandemic and the absence of wage subsidies are factors that contributed to higher operating expenses for both segments.

Singapore Shipping Corporation Limited and its Subsidiaries

Other Information Required by Listing Rule Appendix 7.2

2. Review of performance of the Group (cont'd)

Condensed consolidated balance sheet

- Reduced value of property, plant and equipment was due to depreciation of vessels.
- Reduced bank borrowings due to progressive repayments made during the period.

Condensed consolidated statement of cash flows

Overall increase of US\$4.2 million in cash and cash equivalents due to operating cash inflows. This is in spite of:

- Repayment of bank borrowings;
- Payment of dividends to shareholders; and
- Purchase of treasury shares.

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

No forecast was previously provided.

4. **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 Group continues to record stable results in its ship owning segment.
- Agency and logistics segment recorded an improvement in its business volume since the last financial year. While the global shipping industry has generally improved, it is uncertain when the pre-pandemic levels will return.
- The Group continues to evaluate acquisition opportunities. Net of cash, we have nominal gearing.

5. **Dividend**

(a) Current financial period reported on

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

(b) Corresponding period of the immediately preceding financial year

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

Singapore Shipping Corporation Limited and its Subsidiaries

Other Information Required by Listing Rule Appendix 7.2

5. Dividend (cont'd)

(c) Date payable

Not applicable

(d) Books closure date

Not applicable

6. If no dividend has been declared/recommendeded, a statement to that effect.

No dividend has been declared or recommended in the current reporting period.

7. Interested person transactions ("IPTs").

The Company has not obtained a general mandate from shareholders for any IPTs.

8. Confirmation that the issuer has procured undertakings from all its Directors and Executive Officers (in the format set out in Appendix 7.7) under Rule 720(1).

The Company confirmed that it has procured undertakings from all its Directors and Executive Officers in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

9. Confirmation by the Board of Directors

On behalf of the Board of Directors, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the condensed interim financial statements for the six months ended 30 September 2021 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Ow Chio Kiat
Executive Chairman

Ow Yew Heng
Chief Executive Officer

BY ORDER OF THE BOARD

Lee Li Huang
Company Secretary

11 November 2021