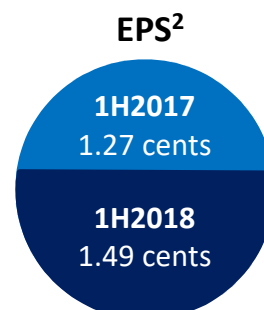
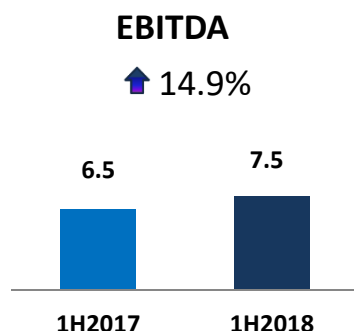
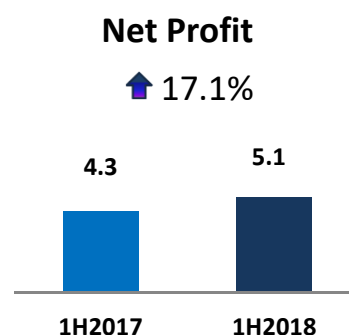
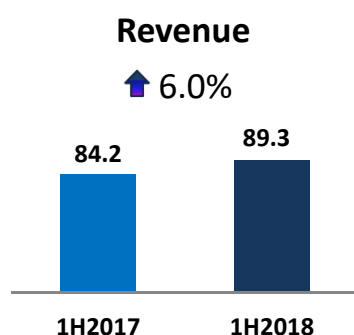




SINWA'S NET PROFIT SURGES 43.3% TO S\$2.9M FOR 2Q2018 AND 17.1% TO S\$5.1M FOR 1H2018

- **Revenue** for 1H2018 increased by 6.0% to S\$89.3 million
- **Gross Profit** increased by 7.7% to S\$10.7 million for 2Q2018 and 10.9% to S\$21.3 million for 1H2018 with improved **Gross Profit Margins** for both 2Q2018 and 1H2018
- **Proposed Interim Dividend** of 0.75 Singapore Cents per share, representing a dividend payout ratio of 50.3% for 1H2018¹



¹Calculated using Interim Dividend of 0.75 cents divided by 1H2018 EPS (1.49 cents)

²Based on weighted average number of 341,079,335 ordinary shares issued (1H2017: 341,079,335)

Review of Operations

Total Revenue increased by 6.0% year-on-year (“y-o-y”) to S\$89.3 million for 1H2018, as the Group’s Australia and Thailand operations continued to see higher sales.

Gross Profit increased by 10.9% y-o-y to S\$21.3 million for 1H2018. **Gross Profit Margin** improved to 23.8% for 1H2018 from 22.8% for 1H2017 mainly due to a larger proportion of higher margin sales.

Total operating costs¹ increased by 12.0% y-o-y to S\$15.5 million for 1H2018. This was mainly due to higher staff costs and depreciation.

Net profit increased by 17.1 % to S\$5.1 million for 1H2018.

Proposed Interim Dividend of 0.75 Singapore Cents per share for 1H2018, representing a dividend payout ratio of 50.3%, to reward shareholders for their unwavering support.²

Other Financial Highlights	30 JUN 2018 S\$('000)	31 DEC 2017 S\$('000)	Chg (%)
Cash and Cash Equivalents	27,434	26,143	4.9
Total Equity	85,914	82,937	3.6
NAV Per Share (cents) ³	25.19	24.32	3.6
Gross Gearing ⁴	<0.01	0.04	-

Outlook

“The brewing trade war between the US and China is expected to impact the global shipping industry, especially container trade which is already suffering from overcapacity, while the offshore industry is gradually recovering with the latest round of crude oil price increases. However, it is still early days yet.”

- Mr Mike Sim, Executive Chairman, Sinwa Limited

¹Comprise Marketing and Distribution Costs and Administrative Expenses

²Calculated using Interim Dividend of 0.75 cents divided by 1H2018 EPS (1.49 cents)

³Based on the total number of issued shares excluding treasury shares of the issuer of 341,079,335 (31 Dec 2017: 341,079,335)

⁴Gross gearing = Total Debt / Total Equity



ABOUT SINWA LIMITED (Bloomberg Ticker: SKS SP)

Sinwa Limited was initially listed on the SGX SESDAQ in February 2003 and joined the Main Board of the Singapore Exchange in January 2006.

Sinwa is Asia-Pacific's leading marine, offshore supply and logistics company servicing the general marine and offshore industry. Sinwa's main operations and head office are in Singapore, with subsidiaries and offices in Australia, China and Thailand.

Founded in the 1960s, Sinwa's core business includes the supply of a wide range of ships' heavy deck and engine equipment, ships' spares, general hardware and provisions to the marine and offshore industry, and providing a full and comprehensive range of shipping agency, logistics, warehousing and related support services.

For more information, please visit www.sinwaglobal.com

Issued for and on behalf of Sinwa Limited

By Financial PR Pte Ltd

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