

**FULL YEAR FINANCIAL STATEMENT FOR THE YEAR ENDED 31 DECEMBER 2018**

**PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 and 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.**

The Board of Directors announces the unaudited results of the Group for the financial year ended 31 December 2018.

**1 a)(i) Income Statement for the financial year ended 31 December 2018**

	Note	Group		+ / (-) %
		FY 2018 US\$'000	FY 2017 US\$'000 Restated	
Revenue		422,340	384,606	9.8
Cost of sales		(400,730)	(362,319)	10.6
<b>Gross profit</b>		<b>21,610</b>	<b>22,287</b>	(3.0)
Other operating income	(A)	2,043	2,346	(12.9)
Marketing expenses		(8,714)	(7,733)	12.7
Administrative expenses		(5,845)	(5,665)	3.2
Other operating expenses	(B)	(543)	(128)	324.2
<b>Profit from operations</b>		<b>8,551</b>	<b>11,107</b>	(23.0)
Finance income		701	581	20.7
Finance costs		(1,809)	(1,677)	7.9
<b>Operating profit</b>		<b>7,443</b>	<b>10,011</b>	(25.7)
Share of results of associate/joint venture		750	702	6.8
<b>Profit before tax</b>		<b>8,193</b>	<b>10,713</b>	(23.5)
Income tax expense		(452)	(314)	43.9
<b>Profit after tax</b>		<b>7,741</b>	<b>10,399</b>	(25.6)
<b>Attributable to:</b>				
Owners of the Company		8,271	10,539	(21.5)
Non-controlling interests		(530)	(140)	278.6
<b>Profit after tax</b>		<b>7,741</b>	<b>10,399</b>	(25.6)

n.m. = not meaningful

The results for full year ended 31 December 2017 are restated following the adoption of the new financial reporting framework, Singapore Financial Reporting Standards (International) ("SFRS(I)"). Please refer to paragraph 5 for details on the financial impact from the adoption of SFRS(I) 9 and 15.

**1 a)(ii) Notes to the Income Statement**

	Group		+ / (-) %
	FY 2018 US\$'000	FY 2017 US\$'000 Restated	
Profit after tax for the financial year is arrived at after charging (crediting) the following:			
- Depreciation of property, plant and equipment	11,372	12,943	(12.1)
- Depreciation of investment properties	25	26	(3.8)
- Amortisation of intangible assets	37	3	n.m.
- Allowance for doubtful trade debts	1,251	1,039	20.4
- Finance costs - interest on borrowings	1,809	1,677	7.9
(A) Other operating income			
- Rental income	330	349	(5.4)
- Net foreign exchange gains	447	219	104.1
- Gain on disposal of plant, property and equipment	140	79	77.2
- Gain on disposal of assets held for sale (Vessel)	544	965	(43.6)
- Gain on disposal of investment at fair value through profit and loss- investment securities	27	32	(15.6)
- Insurance claim	-	482	n.m.
- Refund of insurance premium	337	-	n.m.
- Others	218	220	(0.9)
	<b>2,043</b>	<b>2,346</b>	(12.9)

1 a)(ii) **Notes to the Income Statement (continued)**

	Group		+ / (-) %
	FY 2018 US\$'000	FY 2017 US\$'000 Restated	
(B) Other operating expenses			
- Impairment of investment in preference share and equity	(523)	-	n.m.
- Others	(20)	(128)	(84.4)
	<u>(543)</u>	<u>(128)</u>	324.2

1 a)(iii) **Statement of Comprehensive Income for the financial year ended 31 December 2018**

	Group	
	FY 2018 US\$'000	FY 2017 US\$'000 Restated
<b>Profit after tax for the financial year</b>	<b>7,741</b>	<b>10,399</b>
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Remeasurement of defined benefit obligation	50	162
	<u>50</u>	<u>162</u>
<i>Items that may be reclassified subsequently to profit or loss</i>		
Share of other comprehensive income of associate	1,075	1,176
Exchange differences on translation of foreign operations	(318)	297
	<u>757</u>	<u>1,473</u>
<b>Other comprehensive income for the year, net of tax</b>	<b>807</b>	<b>1,635</b>
<b>Total comprehensive income for the year</b>	<b>8,548</b>	<b>12,034</b>
<b>Total comprehensive income attributable to:</b>		
Owners of the Company	9,022	12,108
Non-controlling interests	(474)	(74)
	<u>8,548</u>	<u>12,034</u>

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.**

**Balance Sheets as at**

	Group			Company		
	31 Dec 18 US\$'000	31 Dec 17 US\$'000 Restated	1 Jan 17 US\$'000 Restated	31 Dec 18 US\$'000	31 Dec 17 US\$'000 Restated	1 Jan 17 US\$'000 Restated
<b>ASSETS</b>						
<b>Current assets</b>						
Cash and bank balances	28,802	49,635	54,096	12,392	20,653	33,509
Trade receivables	70,930	58,659	44,376	60,788	51,636	37,652
Prepaid operating expenses	9,797	9,176	7,082	7,417	6,515	4,468
Other receivables and deposits	3,148	2,091	1,007	341	114	78
Due from immediate holding company (non-trade)	2,087	2,087	2,087	-	-	-
Due from immediate holding company (trade)	6,346	5,344	2,370	6,341	5,344	2,334
Due from subsidiaries (trade)	-	-	-	2,298	4,455	3,108
Due from subsidiaries (non-trade)	-	-	-	4,136	3,822	3,052
Due from related companies (trade)	8,786	3,658	2,818	5,123	255	113
Due from joint venture (non-trade)	-	292	-	-	-	-
Due from non-controlling interest of subsidiary (trade)	493	-	-	-	-	-
Inventories	2,008	2,407	2,606	1,433	1,401	1,261
	<b>132,397</b>	<b>133,349</b>	<b>116,442</b>	<b>100,269</b>	<b>94,195</b>	<b>85,575</b>
Assets classified as held for sale	-	6,439	3,333	-	-	-
	<b>132,397</b>	<b>139,788</b>	<b>119,775</b>	<b>100,269</b>	<b>94,195</b>	<b>85,575</b>
<b>Non-current assets</b>						
Investment properties	606	631	657	606	631	657
Property, plant and equipment	144,631	152,718	175,647	90,065	93,464	96,889
Intangible assets	93	33	-	93	33	-
Subsidiaries	-	-	-	73,204	73,243	72,490
Associate/joint venture	12,018	9,577	8,810	10,099	10,099	10,099
Investment in preference shares	-	507	198	-	-	-
Investment in equity	-	58	53	-	-	-
Deferred tax assets	85	49	58	-	-	-
Due from subsidiary (non-trade)	-	-	-	876	896	-
	<b>157,433</b>	<b>163,573</b>	<b>185,423</b>	<b>174,943</b>	<b>178,366</b>	<b>180,135</b>
<b>Total assets</b>	<b>289,830</b>	<b>303,361</b>	<b>305,198</b>	<b>275,212</b>	<b>272,561</b>	<b>265,710</b>
<b>LIABILITIES AND EQUITY</b>						
<b>Current liabilities</b>						
Bank term loans	8,861	16,871	20,910	6,023	8,106	11,488
Trade payables	25,653	23,862	20,987	21,747	21,506	15,121
Other payables and liabilities	24,512	25,359	19,455	14,665	15,736	12,486
Due to subsidiary (trade)	-	-	-	57	63	84
Due to subsidiary (non-trade)	-	-	-	3	-	1
Due to immediate holding company (trade)	-	63	178	-	-	-
Due to related companies (trade)	273	353	558	54	145	195
Due to joint venture (trade)	-	56	-	-	-	-
Due to non-controlling interest of subsidiaries (non trade)	1,028	616	-	-	-	-
Finance leases	18	4	27	14	-	23
Income tax payable	1,223	1,343	1,537	369	336	648
	<b>61,568</b>	<b>68,527</b>	<b>63,652</b>	<b>42,932</b>	<b>45,892</b>	<b>40,046</b>
<b>Non-current liabilities</b>						
Bank term loans	34,182	46,274	63,762	18,092	16,870	25,638
Finance leases	82	6	9	80	-	-
Retirement benefit obligations	26	76	149	-	-	-
Deferred tax liabilities	40	47	-	-	-	-
Due to non-controlling interest of subsidiaries	577	590	-	-	-	-
	<b>34,907</b>	<b>46,993</b>	<b>63,920</b>	<b>18,172</b>	<b>16,870</b>	<b>25,638</b>
<b>Capital, reserves and non-controlling interests</b>						
Share capital	68,761	68,761	68,761	68,761	68,761	68,761
Treasury shares	(174)	(174)	(174)	(174)	(174)	(174)
Retained earnings	121,041	115,804	107,187	145,521	141,212	131,439
Other reserves	(409)	(1,534)	(2,872)	-	-	-
Foreign currency translation reserve	(143)	231	-	-	-	-
Equity attributable to owners of the Company	<b>189,076</b>	<b>183,088</b>	<b>172,902</b>	<b>214,108</b>	<b>209,799</b>	<b>200,026</b>
Non-controlling interests	4,279	4,753	4,724	-	-	-
<b>Total equity</b>	<b>193,355</b>	<b>187,841</b>	<b>177,626</b>	<b>214,108</b>	<b>209,799</b>	<b>200,026</b>
<b>Total liabilities and equity</b>	<b>289,830</b>	<b>303,361</b>	<b>305,198</b>	<b>275,212</b>	<b>272,561</b>	<b>265,710</b>

1 b)(ii) **The aggregate amount of the group's borrowings and debt securities**

	<b>As at 31 Dec 2018</b>		<b>As at 31 Dec 2017</b>	
	Secured US\$ million	Unsecured US\$ million	Secured US\$ million	Unsecured US\$ million
Amount repayable in one year or less, or on demand	8.88	-	16.88	-
Amount repayable after one year	34.26	-	46.28	-
	<u>43.14</u>	<u>-</u>	<u>63.16</u>	<u>-</u>

**Details of any collateral**

- The Group's borrowings are secured by means of:
- > Corporate guarantees from the Company
  - > Legal mortgages over certain vessels of the Company and the subsidiaries
  - > Legal charges over certain bank accounts of the Company and the subsidiaries
  - > Assignment of income derived from certain charter hire contracts of the subsidiaries
  - > Assignment of insurance of certain vessels of the Company and the subsidiaries
  - > Legal mortgages over freehold properties of the Company
  - > Assignment of insurance, title and interest of freehold properties of the Company

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

**Cashflow Statement for the financial year ended**

	Group	
	FY 2018 US\$'000	FY 2017 US\$'000
		Restated
<b>Cash flows from operating activities</b>		
Profit before tax	8,193	10,713
Adjustments:		
Depreciation of property, plant and equipment	11,372	12,943
Amortisation of intangible assets	37	3
Depreciation of investment properties	25	26
Gain on disposal of property, plant and equipment	(140)	(79)
Gain on disposal of assets held for sale (vessel)	(544)	(965)
Net gain on disposal of investments at fair value through profit or loss - investment securities	(27)	(32)
Allowance for doubtful trade debts	1,251	1,039
Finance costs	1,809	1,677
Finance income	(701)	(581)
Share of results of associate/joint venture	(750)	(702)
Impairment of investment in preference shares and equity	523	-
Net foreign exchange (gain) loss	(170)	999
Operating profit before working capital changes	20,878	25,041
Decrease (increase) in:		
Inventories	399	199
Trade receivables	(12,599)	(15,282)
Other receivables and deposits	(1,057)	(1,084)
Prepaid operating expenses	(621)	(2,121)
Due from immediate holding company	(1,015)	(3,013)
Due from related companies	(6,006)	(841)
Due from non-controlling interest of subsidiary	(493)	-
Increase (decrease) in:		
Trade payables	1,791	2,875
Other payables and liabilities	(847)	5,959
Due to related companies	(80)	(205)
Due to non-controlling interest of subsidiary	(63)	-
Due to joint venture	(56)	56
Due to immediate holding company	-	(115)
Cash generated from operations	231	11,469
Interest paid	(1,809)	(1,677)
Income tax paid	(547)	(583)
<b>Net cash (used in) from operating activities</b>	<b>(2,125)</b>	<b>9,209</b>
<b>Cash flows from investing activities</b>		
Interest income received	701	581
Proceeds from disposal of property, plant and equipment	928	80
Proceeds from disposal of current assets held for sale	6,982	13,851
Proceeds from disposal of investments at fair value through profit or loss - investment securities	881	1,040
Purchase of property, plant and equipment	(4,076)	(5,748)
Purchase of intangible assets	(96)	(36)
Purchase of investments at fair value through profit or loss - investment securities	(854)	(1,009)
Investment in preference shares	-	(293)
Dividend received from an associate	-	1,488
Due from joint venture	(307)	(666)
<b>Net cash from investing activities</b>	<b>4,159</b>	<b>9,288</b>
<b>Cash flows from financing activities</b>		
Repayment of finance leases	(6)	(28)
Proceeds from bank term loans	30,209	-
Repayment of bank term loans	(50,075)	(22,548)
Dividend paid	(3,034)	(1,922)
Decrease in pledged deposits	3,689	389
Dividend paid to non-controlling shareholder	-	(232)
Additional investment in a subsidiary by a non-controlling interest	-	335
Loan from non-controlling interest of subsidiary	412	1,206
<b>Net cash used in financing activities</b>	<b>(18,805)</b>	<b>(22,800)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(16,771)</b>	<b>(4,303)</b>
Effects of exchange rate changes on the balance of cash held in foreign currencies	(373)	231
Cash and cash equivalents at the beginning of the financial year	37,893	41,965
<b>Cash and cash equivalents at the end of the financial year</b>	<b>20,749</b>	<b>37,893</b>
Cash and bank balances (current)	28,802	49,635
Less: Pledged deposits	(8,053)	(11,742)
<b>Cash and cash equivalents at the end of the financial year</b>	<b>20,749</b>	<b>37,893</b>

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 period.**

**Statements of Changes in Equity for the financial year ended 31 December 2018**

	Share Capital	Treasury Shares	Other Reserves	Translation Reserve	Retained Earnings	Attributable to Equity holders	Non-Controlling Interests	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>GROUP</b>								
<b>Balance as at 31 Dec 2017</b>	68,761	(174)	(1,534)	(12,400)	191,051	245,704	4,753	250,457
Adoption of SFRS(I) 1	-	-	-	-	117	117	-	117
Adoption of SFRS(I) 9	-	-	-	12,631	(75,364)	(62,733)	-	(62,733)
<b>As restated at 1 Jan 2018</b>	68,761	(174)	(1,534)	231	115,804	183,088	4,753	187,841
Profit for the year	-	-	-	-	8,271	8,271	(530)	7,741
Other comprehensive income for the year	-	-	1,125	(374)	-	751	56	807
Total	-	-	1,125	(374)	8,271	9,022	(474)	8,548
<b>Transactions with owners, recognised directly in equity</b>								
Dividend paid	-	-	-	-	(3,034)	(3,034)	-	(3,034)
Total	-	-	-	-	(3,034)	(3,034)	-	(3,034)
<b>Balance as at 31 Dec 2018</b>	<b>68,761</b>	<b>(174)</b>	<b>(409)</b>	<b>(143)</b>	<b>121,041</b>	<b>189,076</b>	<b>4,279</b>	<b>193,355</b>
<b>Balance as at 31 Dec 2016</b>	68,761	(174)	(2,872)	(12,631)	187,035	240,119	4,724	244,843
Adoption of SFRS(I) 1	-	-	-	12,631	(79,978)	(67,347)	-	(67,347)
Adoption of SFRS(I) 9	-	-	-	-	130	130	-	130
<b>As restated at 1 Jan 2017</b>	68,761	(174)	(2,872)	-	107,187	172,902	4,724	177,626
Profit for the year	-	-	-	-	10,539	10,539	(140)	10,399
Other comprehensive income for the year	-	-	1,338	231	-	1,569	66	1,635
Total	-	-	1,338	231	10,539	12,108	(74)	12,034
<b>Transactions with owners, recognised directly in equity</b>								
Investment in subsidiary by non-controlling interest	-	-	-	-	-	-	335	335
Dividend paid	-	-	-	-	(1,922)	(1,922)	(232)	(2,154)
Total	-	-	-	-	(1,922)	(1,922)	103	(1,819)
<b>Balance as at 31 Dec 2017</b>	<b>68,761</b>	<b>(174)</b>	<b>(1,534)</b>	<b>231</b>	<b>115,804</b>	<b>183,088</b>	<b>4,753</b>	<b>187,841</b>

	Share Capital	Treasury Shares	Retained Earnings	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000
<b>COMPANY</b>				
<b>Balance as at 31 Dec 2017</b>	68,761	(174)	164,517	233,104
Adoption of SFRS(I) 1	-	-	(23,422)	(23,422)
Adoption of SFRS(I) 9	-	-	117	117
<b>As restated at 1 Jan 2018</b>	68,761	(174)	141,212	209,799
Profit for the year, representing total comprehensive profit for the year	-	-	7,343	7,343
<b>Transactions with owners, recognised directly in equity</b>	-	-	7,343	7,343
Dividend paid	-	-	(3,034)	(3,034)
Total	-	-	(3,034)	(3,034)
<b>Balance as at 31 Dec 2018</b>	<b>68,761</b>	<b>(174)</b>	<b>145,521</b>	<b>214,108</b>
<b>Balance as at 31 Dec 2016</b>	68,761	(174)	157,148	225,735
Adoption of SFRS(I) 1	-	-	(25,839)	(25,839)
Adoption of SFRS(I) 9	-	-	130	130
<b>As restated at 1 Jan 2017</b>	68,761	(174)	131,439	200,026
Profit for the year, representing total comprehensive profit for the year	-	-	11,695	11,695
Total	-	-	11,695	11,695
<b>Transactions with owners, recognised directly in equity</b>	-	-	(1,922)	(1,922)
Dividend paid	-	-	(1,922)	(1,922)
Total	-	-	(1,922)	(1,922)
<b>Balance as at 31 Dec 2017</b>	<b>68,761</b>	<b>(174)</b>	<b>141,212</b>	<b>209,799</b>

- 1 d)(ii) **Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share 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 the number of shares that may be issued on conversion of all the outstanding convertibles if any, against the total number of issued shares excluding treasury shares and subsidiary holdings of the issuer, as at the end of the current financial period reported on and as at the end corresponding period of the immediately preceding financial year. State also the number of shares held as treasury shares and the number of subsidiary holdings, if any and the percentage of the aggregate number of treasury shares and subsidiary holdings held against the total number of shares outstanding in a class that is listed 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.**

During the financial year ended 31 Dec 2018, there was no change in the Company's share capital.

As at 31 Dec 2018, total issued share capital of the Company was 539,131,199 (31 Dec 2017: 539,131,199) ordinary shares which include 1,093,000 (31 Dec 2017: 1,093,000) ordinary shares held as treasury shares and no subsidiary holdings (31 Dec 2017 : Nil). As at 31 Dec 2018, the percentage of treasury shares approximate 0.2% (31 Dec 2017 : 0.2%) of the total number of issued shares excluding treasury shares.

As at 31 Dec 2018, there were no outstanding convertibles (31 Dec 2017: Nil).

- 1 d)(iii) **To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.**

Total number of issued shares excluding treasury shares as at 31 Dec 2018 was 538,038,199 (31 Dec 2017 : 538,038,199) shares.

- 1 d)(iv) **A statement showing all sales, transfer, cancellation and/or use of treasury shares as at the end of the current financial period reported on.**

Not applicable.

- 1 d)(v) **A statement showing all sales, transfer, cancellation and/or use of subsidiary holdings as at the end of the current financial period reported on.**

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 by the auditors.

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

Except as disclosed in paragraph 5, the Group has applied the same accounting policies and methods of computation in the financial statements for the current period as those adopted for the audited financial statements for the financial year ended 31 Dec 2017.

- 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.**

The Group has adopted a new financial reporting framework, Singapore Financial Reporting Standards (International) ("SFRS(I)") and has prepared its first set of full year financial information under SFRS(I) for the year ended 31 December 2018.

In adopting SFRS(I), the Group is required to apply the specific transition requirements in SFRS(I) 1 *First-time Adoption of Singapore Financial Reporting Standards (International)*. The first balance sheet has been prepared as at 1 January 2017 which is the date of the transition.

**a) Adoption of SFRS(I) 1**

The Group has elected the following transitions options to the new framework

- Option to reset the translation reserve to zero as at date of transition

As a result, the translation reserve of USD12,631,000 was reclassified from the Translation Reserve to Retained Earnings as at 1 January 2017.

- Option to use fair value as deemed cost for certain vessels and property

As at 1 January 2017, certain vessels and property were revalued based on their fair value as deemed cost, determined based on market valuation as at that day. This resulted in a downward adjustment to the Group's and Company's Property, Plant and Equipment amounted to USD67,347,000 and USD25,839,000 respectively to Retained Earnings as at 1 January 2017.

b) Adoption of SFRS(I) 15

SFRS(I) 15 is effective for financial years beginning on or after 1 January 2018. In accordance with the requirements of SFRS(I) 1, the Group is required to adopt SFRS(I) 15 on a full retrospective basis.

Under SFRS(I) 15, an entity recognizes revenue when a performance obligation is satisfied, when the 'control' of the goods and services underlying the particular performance obligation is transferred to the customer. In this regard, the Group has presented its stevedoring cost recovered from customers as part of its revenue.

Accordingly, the Group has reclassified the stevedoring cost recovered from customers from the Cost of sales to Revenue amounted to USD98,575,000 in FY 2018, and USD100,906,000 in FY 2017.

c) Adoption of SFRS(I) 9

SFRS(I) 9 is effective for financial years beginning on or after 1 January 2018. Under SFRS(I) 9, the impairment of financial assets requires an expected credit loss model to be applied. The Group applies the simplified approach to recognize lifetime expected credit losses for its trade

At the initial adoption as at 1 January 2017, the allowance for doubtful trade debts as at 1 January 2017 decreased by USD130,000 which was adjusted against Retained Earnings. Using the same basis, the Group has a upward adjustment amounted to USD13,000 for FY 2017.

**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.**

Earnings per ordinary share of the Group based on net profit attributable to the owners of the Company

- (i) Based on the weighted average number of ordinary shares in issue
- (ii) On a fully diluted basis

Group	
FY 2018	FY 2017
US cents	US cents
	Restated
1.54	1.96
1.54	1.96

Earnings per ordinary share for the financial year ended 31 Dec 2018 is computed based on the number of issued ordinary shares (excluding treasury shares) during the year of 538,038,199 (FY 2017: 538,038,199).

**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.**

Net asset value per ordinary share based on issued share capital as at the end of the financial year

Group		Company	
31 Dec 18	31 Dec 17	31 Dec 18	31 Dec 17
US cents	US cents	US cents	US cents
	Restated		Restated
35.14	34.03	39.79	38.99

Net asset value per ordinary share as at 31 Dec 2018 and 31 Dec 2017 is calculated based on the number of issued ordinary shares (excluding treasury shares) of 538,038,199.

**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.**

**Income statement**

The Group registered revenue growth of 9.8% to USD422.3 million for the twelve months ended 31 December 2018 ("FY18"), from USD384.6 million a year ago ("FY17"), mainly due to higher contribution from the container shipping business segment.

Container volume handled rose 13.7% year-on-year to 1,470,000 TEUs in FY18, compared to 1,293,000 TEUs in FY17. This lifted container shipping revenue by 11.2% to USD390.9 million, compared to USD351.6million a year ago.

Revenue from the bulk & tanker business decreased 17.8% to USD22.1 million in FY18, from USD27.0 million in FY17, taking into account a smaller tanker fleet operated year-on-year.

In line with the increase in container shipping activity, cost of services rose 10.6% to USD400.7 million in FY18, from USD362.3 million in FY17. This was reflected in the increase in charter-hire costs due to higher charter-hire rates and a larger fleet, as well as freight charges incurred in conjunction with cooperation and slot exchange arrangements undertaken with its partners. The higher bunker prices also contributed to the increase in cost of services.

Consequently, the Group closed the year with a gross profit of USD21.6 million in FY18, compared to USD22.3 million in the previous financial year.

Foreign exchange gain improved to USD0.4 million, compared to USD0.2 million in FY17 on the back of the strengthening of the USD against the SGD.

Other operating expenses rose to USD0.5 million, from USD0.1 million, mainly due to impairment of investments in joint venture companies made in view of these companies' negative performance.



Notwithstanding a decrease in profit before tax to USD8.2 million, compared to USD10.7 million in FY17, taxation for FY18 increased to USD0.5 million, compared to USD0.3 million in FY17. This was due to a write-back of tax provision in 2017, resulting in lower tax expense in FY17.

The Group's net profit for FY18 amounted to USD8.3 million in FY18, compared to USD10.5 million in FY17.

**Balance Sheet**

Cash and bank balances decreased to USD28.8 million as at 31 Dec 2018, compared to USD49.6 million as at 31 Dec 2017. This was mainly due to scheduled loan repayment, decrease in profitability of the group despite higher business activity and longer credit term provided to customers resulting in an increase in working capital requirement.

Trade receivables was USD70.9 million as at 31 Dec 2018, compared to USD58.7 million as at 31 Dec 2017, mainly in relation to higher business activity. In addition, credit terms were extended for certain customers in view of the substantial volume of business awarded to Samudera.

Trade payables increased to USD25.7 million, from USD23.9 million a year ago, in line with higher business activity.

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

Not applicable

**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 outlook for the regional container shipping industry in the year ahead is uncertain. Any escalation of trade friction between the United States and its trading partners could further complicate the operating environment.

Meanwhile, concerns over a slowdown in the Chinese economy have weighed on the outlook of the dry bulk sector. Charter rates for bulk carriers have softened since the start of 2019, which may pose a challenge to the operating conditions for the Group's bulk business.

The tanker business remains relatively stable, as the Group's tankers remain in employment.

In November 2018, one of the Group's dry-bulk vessels, Sinar Kapuas, was arrested in Honduras, due to a cargo claim by the Honduran cargo owner. The effort to release the ship from arrest, involving the Group, its lawyers and insurance company as well as the Honduran authority, is underway. The process to get the vessel released took longer than initially estimated. The Group is working towards having the vessel released from arrest in March 2019. The negative impact on the Group's 2019 performance, as a result of this incident, including loss of income, is estimated to be USD 1.7 million on the basis that the vessel is released on 15th March 2019. The Group will make further announcements of any material developments or when the ship is released and returned to operation.

In the year ahead, the Group will continue to prioritise the optimisation of its cost and operational efficiency to navigate the challenges ahead. It will also continue to manage its fleet prudently and efficiently.

**11. Dividend**

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

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Proposed Final
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	0.75
Tax Rate	Tax exempt

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

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

Name of Dividend	Proposed Final
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	0.75
Tax Rate	Tax exempt

**(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.**

The Group is organised into three main operating divisions, namely:

- Container Shipping
- Bulk & Tankers
- Agency & Logistics

**Segment by Business**

	<b>Container Shipping</b>	<b>Bulk &amp; Tankers</b>	<b>Agency &amp; Logistics</b>	<b>Eliminations</b>	<b>Group</b>
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>2018</b>					
Revenue					
- External sales	390,936	22,130	9,274	-	422,340
- Inter-segment sales	66	18	2,408	(2,492)	-
Total revenue	<u>391,002</u>	<u>22,148</u>	<u>11,682</u>	<u>(2,492)</u>	<u>422,340</u>
Segment results	4,999	1,934	928	690	8,551
Financial income	202	1,355	94	(950)	701
Financial expenses	(881)	(1,827)	(45)	944	(1,809)
Share of results of associates	(615)	1,365	-	-	750
<b>Profit before tax</b>	<b>3,705</b>	<b>2,827</b>	<b>977</b>	<b>684</b>	<b>8,193</b>
Tax					(452)
<b>Profit after tax</b>					<b>7,741</b>
Segment assets	204,500	67,572	17,673	-	289,745
Unallocated assets					85
					<b>289,830</b>
Segment liabilities	(65,205)	(25,311)	(5,933)	-	(96,449)
Unallocated liabilities					(26)
					<b>(96,475)</b>
Capital expenditure	2,508	633	1,127	-	4,268
Depreciation of property, plant and equipment	6,235	4,966	171	-	11,372
Allowance for doubtful debts	829	85	132	-	1,046
<b>2017</b>					
Revenue					
- External sales	351,591	26,933	6,082	-	384,606
- Inter-segment sales	79	18	2,330	(2,427)	-
Total revenue	<u>351,670</u>	<u>26,951</u>	<u>8,412</u>	<u>(2,427)</u>	<u>384,606</u>
Segment results	10,004	2,619	1,522	(3,038)	11,107
Financial income	231	756	114	(520)	581
Financial expenses	(901)	(1,269)	(27)	520	(1,677)
Share of results of associates	(565)	1,267	-	-	702
<b>Profit before tax</b>	<b>8,769</b>	<b>3,373</b>	<b>1,609</b>	<b>(3,038)</b>	<b>10,713</b>
Tax					(314)
<b>Profit after tax</b>					<b>10,399</b>
Segment assets	204,280	78,804	20,228	-	303,312
Unallocated assets					49
					<b>303,361</b>
Segment liabilities	(64,319)	(42,268)	(7,543)	-	(114,130)
Unallocated liabilities					(1,390)
					<b>(115,520)</b>
Capital expenditure	3,280	532	1,972	-	5,784
Depreciation of property, plant and equipment	6,474	6,361	149	(41)	12,943
Allowance for doubtful debts	897	142	-	-	1,039

**Geographical segment**

	<b>Turnover</b>	
	2018 US\$'000	2017 US\$'000
Container shipping and agency & logistics*		
Indonesia	111,026	97,758
South East Asia (excluding Indonesia)	183,667	170,782
Middle East and Indian Sub-continent	83,482	71,293
Far East (including China and Hong Kong)	7,555	5,531
Others	14,480	12,309
<b>Total turnover for container shipping and others</b>	<b>400,210</b>	<b>357,673</b>

\*The Directors believe it could be inaccurate to analyze the profits by geographical segment because certain costs cannot be meaningfully allocated to the different routes as the vessels do not operate on fixed routes. For Bulk and Tankers, charterers of the Group's vessels have the discretion to operate within a wide trading area and are not constrained by a specific sea route.

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

Please refer to item 8 for the review of performance by business.

**15. A breakdown of sales.**

	<b>The Group</b>		
	2018 US\$'000	2017 US\$'000	+ / (-) %
Sales reported for the first half-year	195,802	183,330	6.8
Operating profit after tax before non-controlling interests reported for the first half-year	757	3,258	(76.8)
Sales reported for the second half-year	226,538	201,276	12.6
Operating profit (loss) after tax before non-controlling interests reported for the second half-year	6,984	7,141	(2.2)

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

	FY2018 SGD'000	FY2017 SGD'000
Ordinary - Final	4,035	4,035
Preference	-	-
<b>Total</b>	<b>4,035</b>	<b>4,035</b>

**17. Interested Person Transactions**

<b>(A) Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (Mandated transactions)</b>	<b>FY 2018 US\$'000</b>	<b>FY 2017 US\$'000</b>
<b><u>Expenses</u></b>		
<b><u>PT. Samudera Indonesia Tbk and its subsidiary</u></b>		
Agency commissions <sup>(1)</sup>	1,489	2,362
Office rental	71	85
Vessel charter hire	2,747	2,565
<b><u>PT. Samudera Agencies Indonesia</u></b>		
Agency commissions <sup>(1)</sup>	1,093	-
<b><u>PT. Samudera Indonesia Ship Management</u></b>		
Ship management fees	715	939
<b><u>PT. Perusahaan Pelayaran Nusantara Panuriwan</u></b>		
Vessel charter hire	2,586	1,372
<b><u>PT. Samudera Sarana Logistik</u></b>		
Container depot	156	332
<b><u>PT. Tangguh Samudera Jaya</u></b>		
Stevedorage charges	5,874	4,855
<b><u>PT. Samudera Energi Tangguh</u></b>		
Vessel charter hire	-	27

<b>(B) Aggregate value of all interested person transactions during the financial period under review excluding transactions conducted under shareholders' mandate pursuant to Rule 920 (Non-Mandated transactions)</b>	<b>FY 2018 US\$'000</b>	<b>FY 2017 US\$'000</b>
<b>Expenses</b>		
<u>PT. Perusahaan Pelayaran Nusantara Panuriwan</u>		
Freight expenses	55	78
<u>PT Praweda Sarana Informatika</u>		
Software development and system maintenance	420	344
<u>PT Yasa Wahana Tirta Samudera</u>		
Vessels docking	-	834
<b>Revenue</b>		
<u>PT. Perusahaan Pelayaran Nusantara Panuriwan</u>		
Vessel charter hire	749	1,492
<u>PT. Samudera Energi Tangguh</u>		
Vessel charter hire	2,276	-
Sale of vessel	861	-
<u>PT. Cumawis Indonesia</u>		
Vessel charter hire	763	-

<sup>(1)</sup> No agency commission is payable for revenue collected or payments made on behalf of Samudera Shipping Line Ltd and the transaction has been accorded as a nil value.

**18 Confirmation that the Issuer has procured undertakings from its directors and executive officers (in the format set out in Appendix 7.7 under Rule 720(1))**

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

**19. Disclosure of person occupying a managerial position in the issuer or any of its principal subsidiaries who is a relative of a director or chief executive officer or substantial shareholder of the issuer pursuant to Rule 704(13).**

Name	Age	Family relationships with any director and/or substantial director	Current position and duties, and the year the position is held	Details of changes in duties and position held, if any, during the year
Trisnadi Sukur Muslim Mulia	34	Son of the Chairman, Masli Mulia	Appointed Deputy director, Commercial in FY 2018 and responsible for the commercial and business development.	Not applicable

**BY ORDER OF THE BOARD**

**Hermawan F Herman**  
**Executive Director, Finance**  
**28 February 2019**