



PART I - INFORMATION REQUIRED FOR ANNOUNCEMENTS OF QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	Group		Change %
	31.3.2007 S\$'000	31.3.2006 S\$'000	
Revenue	28,256	26,781	5.5
Cost of sales	(22,098)	(21,276)	3.9
Gross profit	6,158	5,505	11.9
Financial income	121	65	86.2
Financial expense	(105)	(4)	2,525.0
Marketing & Distribution costs	(1,142)	(1,099)	3.9
Administrative expenses	(2,926)	(2,546)	14.9
Other credits / (charges)	88	-	n.m.
Profit before income tax	2,194	1,921	14.2
Income tax expense	(190)	(201)	(5.5)
Net profit for the year	2,004	1,720	16.5
Loss attributed to minority interests	11	19	(42.1)
Net profit attributable to shareholders	2,015	1,739	15.9

Note to income statement

	31.3.2007 S\$' 000	31.3.2006 S\$' 000
Interest income	36	28
Foreign exchange gain	55	7
Gain on disposal of property, plant and equipment	11	-
Depreciation	(261)	(189)
Interest expense	(81)	(4)

n.m. denotes not meaningful

Certain reclassifications have been made to prior year's results to enhance comparability with current year results.

1(b)(i) A balance sheet (for the issuer and the group) together with a comparative statement as at the end of the immediately preceding financial year.

	Group		Company	
	31.3.2007 S\$'000	31.12.2006 S\$'000	31.3.2007 S\$'000	31.12.2006 S\$'000
ASSETS				
Current assets:				
Cash and cash equivalents	20,254	6,217	15,109	19
Trade and other receivables	29,902	29,874	11,355	7,053
Inventories	5,664	5,471	-	-
Total current assets	55,820	41,562	26,464	7,072
Non-current assets:				
Other receivables	1,576	1,096	-	-
Investments in subsidiaries	-	-	6,276	11,467
Investments in joint ventures	-	-	386	386
Interest in associate	24	24	-	-
Other assets	60	60	-	-
Property, plant and equipment	6,651	6,787	76	93
Construction in progress	7,729	7,668	-	-
Goodwill	1,501	1,501	-	-
Total non-current assets	17,541	17,136	6,738	11,946
Total assets	73,361	58,698	33,202	19,018
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	18,602	20,221	256	167
Income tax payable	1,610	1,541	-	-
Current portion of finance leases	136	132	-	-
Current portion of interest bearing borrowing	1,533	1,533	1,533	1,533
Total current liabilities	21,881	23,427	1,789	1,700
Non-current liabilities:				
Finance leases	127	166	-	-
Interest bearing borrowing	4,283	4,600	4,283	4,600
Deferred taxation	86	86	-	-
Total non-current liabilities	4,496	4,852	4,283	4,600
Share capital and reserves				
Share capital	24,788	10,158	24,788	10,158
Retained earnings	22,340	20,325	2,342	2,560
Reserves	(483)	(410)	-	-
	46,645	30,073	27,130	12,718
Minority Interests				
	339	346	-	-
	46,984	30,419	27,130	12,718
Total liabilities and equity	73,361	58,698	33,202	19,018

Ratio	GROUP	
	31.3.2007	31.12.2006
Inventory days	23	23
Trade receivables days	92	95
Gearing	0.11	0.17

REVIEW OF FINANCIAL POSITION

Current assets

Current assets increased by approximately S\$14.2 million, from S\$41.6 million at 31 December 2006 to S\$55.8 million at 31 March 2007. This is mainly due to:

- (a) Additional inventory amounting to S\$0.2 million were purchased for ship supply and offshore business in anticipation of higher sales for the rest of 2007
- (b) The cash and cash equivalents increased by S\$14.0 million was mainly due a placement of new shares was completed during the first quarter 2007.

Non-current assets

Non current assets of the Group increased slightly by S\$0.4 million, from S\$17.1 million as at 31 December 2006 to S\$17.5 million as at 31 March 2007. This is due to advances to China operations by the Group.

Current liabilities

Current liabilities decreased by approximately S\$1.6 million, from S\$23.5 million at 31 December 2006 to S\$21.9 million at 31 December 2007. This was mainly due to faster payment of trade payables to enjoy trade discounts.

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

Amount repayable in one year or less, or on demand

31.03.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
136,000	1,533,000	132,000	1,533,000

Amount repayable after one year

31.03.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
127,000	4,283,000	166,000	4,600,000

Details of any collateral

The secured liabilities relate to :

- hire purchase financing for productive plant and equipment.

The unsecured liabilities relate to :

- bank borrowing for financing the joint venture of building a lifeboat.

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

CONSOLIDATED STATEMENT OF CASH FLOWS

	31.3.2007 S\$'000	31.3.2006 S\$'000
Cash flows from operating activities:		
Profit after income tax	2,004	1,720
Adjustments for:		
Income tax expenses	190	201
Depreciation	261	189
Interest income	(36)	(28)
Interest expense	81	4
Gain on disposal of plant and equipment	(11)	-
Operating profit before working capital changes	<u>2,489</u>	<u>2,086</u>
Trade and other receivables	(508)	287
Inventories	(193)	(791)
Trade and other payables	<u>(1,619)</u>	<u>(418)</u>
Cash generated from operations	169	1,164
Interest paid	(81)	(4)
Interest received	36	28
Income tax paid	<u>(121)</u>	<u>34</u>
Net cash from operating activities	<u>3</u>	<u>1,222</u>
Cash flows from investing activities:		
Proceeds from disposal of plant and equipment	20	-
Purchase of property, plant and equipment	(125)	(5)
Construction in progress	(61)	-
Net cash used in investing activities	<u>(166)</u>	<u>(5)</u>
Cash flows from financing activities:		
Decrease in finance lease	(35)	(41)
Increase in long-term borrowings	(317)	-
Proceed from placement of shares	14,900	-
Purchase of own shares, which are held as treasury shares	(270)	-
Net cash from/(used in) financing activities	<u>14,278</u>	<u>(41)</u>
Net effect of exchange rate changes in consolidating foreign subsidiaries	<u>(78)</u>	<u>(123)</u>
Net increase/(decrease) in cash and cash equivalents	14,037	1,053
Cash and cash equivalents at beginning of year	6,217	9,059
Cash and cash equivalents at end of year	<u>20,254</u>	<u>10,112</u>

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

Statement of changes in equity
For the year ended 31 March 2007

GROUP	Share Capital S\$' 000	Share Premium S\$' 000	Treasury Shares S\$' 000	Translation Reserve S\$' 000	Accumulated Profits S\$' 000	Total S\$' 000	Minority Interests S\$' 000	Total equity S\$' 000
At 1 January 2007	10,554	-	(396)	(410)	20,325	30,073	346	30,419
Changes in equity for the year								
Placement of new shares	14,900	-	-	-	-	14,900	-	14,900
Purchase of own shares and held as treasury shares	-	-	(270)	-	-	(270)	-	(270)
Exchange difference on translation of foreign subsidiaries' financial statements	-	-	-	(73)	-	(73)	4	(69)
	14,900	-	(270)	(73)	-	14,557	4	14,561
Profit for the year	-	-	-	-	2,015	2,015	(11)	2,004
Total recognised income (expense) for the year	-	-	-	-	2,015	2,015	(11)	2,004
Balance at 31 March 2007	25,454	-	(666)	(483)	22,340	46,645	339	46,984
At 1 January 2006	6,383	4,171	-	(22)	15,254	25,786	801	26,587
Changes in equity for the year								
Exchange difference on translation of foreign subsidiaries' financial statements	-	-	-	(134)	-	(134)	(39)	(173)
	-	-	-	(134)	-	(134)	(39)	(173)
Profit for the year	-	-	-	-	1,739	1,739	(19)	1,720
Total recognised income (expense) for the year	-	-	-	-	1,739	1,739	(19)	1,720
Balance at 31 March 2006	6,383	4,171	-	(156)	16,993	27,391	743	28,134
COMPANY								
	Share Capital S\$' 000	Share Premium S\$' 000	Treasury Shares S\$' 000	Accumulated Profits S\$' 000	Total S\$' 000			
At 1 January 2007	10,554	-	(396)	2,560	12,718			
Changes in equity for the year								
Placement of new shares	14,900	-	-	-	14,900			
Purchase of own shares and held as treasury shares	-	-	(270)	-	(270)			
	14,900	-	(270)	-	14,630			
Profit for the year	-	-	-	(218)	(218)			
Total recognised income for the year	-	-	-	(218)	(218)			
Balance at 31 March 2007	25,454	-	(666)	2,342	27,130			
At 1 January 2006	6,383	4,171	-	3,034	13,588			
Changes in equity for the year								
Profit for the year	-	-	-	83	83			
Total recognised income for the year	-	-	-	83	83			
Balance at 31 March 2006	6,383	4,171	-	3,117	13,671			

1(d)(ii) Details of any changes in the company's share capital arising from right issue, bonus issue, share buy-back, 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 previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

With the changes to the Companies Act, Cap. 50, effective from 30 January 2006, there is the removal of the concept of par value and authorised capital and there is no share premium account. The company had a share premium account balance of S\$4,171,000 as of 31 December 2005. On 4 May 2006, the Company utilised S\$3,192,000 to allot and issue bonus ordinary shares on the basis of one new ordinary share for every two ordinary shares. The remaining amount of S\$979,000 has now been included in share capital as required by the Companies Act.

The Company purchased 575,000 of its own shares in the quarter and held these shares as treasury shares. The number of shares held as treasury shares as at 31 March 2007 is 1,753,000 shares and the cost of these shares is S\$666,000.

2 Whether the figures have been audited or reviewed and in accordance with which auditing standard or practice.

The figures have not been audited nor reviewed.

3 Where the figures have been audited or reviewed, the auditors report (including any qualifications or emphasis of 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 adopted all the applicable new and revised FRS that are mandatory for financial years beginning on or after 1 January 2007. The adoption of these FRS has no material impact on the financial statements.

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.

See paragraph 4.

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.

	Group	
	31.3.2007	31.3.2006
Earnings per ordinary share for the year based on net profit after tax attributed to the shareholders of the Company		
(i) Based on weighted average number of ordinary shares in issue	0.92 cents	0.91 cents
(ii) On a fully diluted basis	0.92 cents	0.91 cents

The basic and fully diluted earnings per share for 31.3.2007 have been calculated based on net profit after tax attributable to shareholders of the Company of S\$2,015,000 and 219,582,424 weighted average number of ordinary shares in issue.

The basic and fully diluted earnings per share for 31.3.2006 have been calculated based on net profit after tax attributable to shareholders of the Company of S\$1,739,000 and 191,489,397 weighted average number of ordinary shares in issue, with adjustment of the bonus shares issued on 4 May 2006, as if the bonus issue was carried in 1 Jan 2006..

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 period reported on and (b) immediately preceding financial year

	Group		Company	
	31.3.2007	31.12.2006	31.3.2007	31.12.2006
Net asset value per ordinary share based on the number of shares in issue at end of year	20.78 cents	15.70 cents	12.09 cents	6.64 cents

The net asset value per share of the Group has been calculated based on equity attributable to holders of the parent of S\$46,645,000 (31 December 2006 : S\$30,073,000) and share capital of 224,489,397 (31 December 2006 :191,489,397) ordinary shares.

The net asset value per share of the Company has been calculated based on equity attributable to holders of the parent of S\$27,130,000 (31 December 2006 : S\$12,718,000) and share capital of 224,489,397 (31 December 2006 :191,489,397) ordinary shares.

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.

Overview

The growth in the Supply business was attributed to the buoyant global marine industry as well as the offshore industry. Sinwa Singapore and Sinwa Offshore continue to boost our Supply business.

Revenue

Revenue increased by 6.1% or S\$1.5 million to reach S\$28.2 million for the first quarter 2007 as compared to S\$26.7 million for the same period in 2006.

This increase is mainly from:

(a) higher revenue from Sinwa (Singapore) and Sinwa Offshore; and

(b) increased supplies to vessels serviced in Singapore.

Gross Profit

Gross profit improved to S\$6.1 million in the first quarter 2007 as compared to the same period in 2006.

Operating Expenses

Our operating expenses consist of marketing and distributing costs as well as administrative expenses. Operating expenses registered 14.4% of total sales and accounted for \$4.0 million for the first quarter 2007 as compared to 13.1% or \$3.5 million for the corresponding period in 2006.

The increase in operating expenses as a percentage of total sales is due to more marketing and distribution costs incurred in our operations in Australia in anticipation that more sales will be generated from these operations for the rest of 2007.

Net profit after tax attributable to Shareholders increased by S\$0.3 million or 15.9% in the first quarter 2007 as compared to the same period in 2006.

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

No profit forecast or profit guarantee has been issued for the period under review.

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 Group expects the general shipping market to be vibrant into the rest of 2007, boosted by the continuing shipping trade growth and increase of offshore activities in East Asia and Australia.

Revenue from our China operations are expected to grow in tandem with the increase of foreign vessels calling at China for both cargo operations and general repairs. Currently we operate from 7 major ports in China.

The Group has restructured the Australian operations for economies of scale in purchasing, marketing and accounting areas. Although competition remains to be keen, we are strengthening our offshore operations in Australia.

On 6 February 2007, the Company completed the placement of 33 million shares at a issued price of 46.5 cents per share. The net proceed of S\$14.9 million from the placement will be used to expand the business operations in Australia and China and as working capital.

At the time of this report, the Company has utilised S\$1.4 million in the expansion of business operations in Australia.

Barring unforeseen circumstances, the Directors expect 2007 to be profitable.

11 Dividend

(a) Current Financial Period Reported On

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

(b) Corresponding Period of the immediately Preceding Financial Year

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

Name of Dividend	First & Final
Dividend Type	Cash
Dividend Rate	1.12 cents per ordinary share (one tier)

(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.

BY ORDER OF THE BOARD

Yow Hon Meng
CFO & Company Secretary
08 May 2007