



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 %
	30.06.07 S\$'000	30.06.06 S\$'000	
Revenue	59,445	52,703	12.8
Cost of sales	(45,532)	(40,648)	12.0
Gross profit	13,913	12,055	15.4
Financial income	290	72	302.8
Financial expense	(187)	(166)	12.7
Marketing and distribution costs	(2,112)	(2,235)	(5.5)
Administrative expenses	(6,308)	(5,775)	9.2
Other credits / (charges)	96	-	100.0
Profit before income tax	5,692	3,951	44.1
Income tax expense	(702)	(500)	40.4
Profit for the year	4,990	3,451	44.6
Loss attributed to minority interests	11	83	(86.7)
Net profit attributable to shareholders	5,001	3,534	41.5

Notes to income statement

	GROUP	
	30.6.2007 S\$' 000	30.6.2006 S\$' 000
Interest income	160	68
Foreign exchange gain / (loss), net	108	(141)
Gain on disposal of property, plant and equipment	96	-
Depreciation	(477)	(342)
Interest expense	(213)	(20)

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	
	30.6.2007 S\$'000	31.12.2006 S\$'000	30.6.2007 S\$'000	31.12.2006 S\$'000
ASSETS				
Current assets:				
Cash and cash equivalents	19,408	6,217	13,339	19
Trade and other receivables	33,176	29,874	5,139	7,053
Inventories	5,539	5,471	-	-
Total current assets	58,123	41,562	18,478	7,072
Non-current assets:				
Other receivables	986	1,096	-	-
Investments in subsidiaries	-	-	11,467	11,467
Investments in joint ventures	-	-	386	386
Interest in associate	24	24	-	-
Other assets	66	60	-	-
Property, plant and equipment	7,211	6,787	-	93
Construction in progress	13,622	7,668	-	-
Goodwill	1,501	1,501	-	-
Total non-current assets	23,410	17,136	11,853	11,946
Total assets	81,533	58,698	30,331	19,018
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	21,051	20,221	101	167
Current tax payable	1,494	1,541	-	-
Current portion of finance leases	132	132	-	-
Current portion of term loan	7,278	1,533	1,533	1,533
Total current liabilities	29,955	23,427	1,634	1,700
Non-current liabilities:				
Finance leases	100	166	-	-
Term loan	3,845	4,600	3,845	4,600
Deferred tax	86	86	-	-
Total non-current liabilities	4,031	4,852	3,845	4,600
Share capital and reserves				
Share capital	24,788	10,158	24,788	10,158
Retained earnings	22,758	20,325	64	2,560
Other reserves	(327)	(410)	-	-
	47,219	30,073	24,852	12,718
Minority interests				
	328	346	-	-
Total equity	47,547	30,419	24,852	12,718
Total liabilities and equity	81,533	58,698	30,331	19,018

Ratio	GROUP	
	30.06.2007	31.12.2006
Inventory days	22	23
Trade receivables days	92	95
Gearing	0.19	0.17

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

Amount repayable in one year or less, or on demand

30.06.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
7,410,000	-	1,665,000	-

Amount repayable after one year

30.06.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
3,945,000	-	4,766,000	-

Details of any collateral

The secured liabilities relate to :

1. Term loans obtained for the financing of the investment in and the construction of the liftboat by Yakki International Pte Ltd.
2. Hire purchase financing for productive plant and equipment.

1c CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP	
	30.6.2007 S\$'000	30.6.2006 S\$'000
Cash flows from operating activities:		
Profit before income tax	5,692	3,951
Adjustments for:		
Depreciation	477	342
Interest income	(160)	(68)
Interest expense	213	20
Gain on disposal of plant and equipment	(96)	-
Operating profit before working capital changes	<u>6,126</u>	<u>4,245</u>
Trade and other receivables	(3,192)	(931)
Inventories	(68)	(1,021)
Trade and other payables	829	124
Cash generated from operations	<u>3,695</u>	<u>2,417</u>
Interest paid	(213)	(20)
Interest received	160	68
Income tax paid	(748)	(619)
Dividend paid	(2,566)	(2,553)
Net cash from operating activities	<u>328</u>	<u>(707)</u>
Cash flows from investing activities:		
Proceeds from disposal of plant and equipment	158	-
Purchase of property, plant and equipment	(910)	(30)
Construction in progress	(5,954)	-
Net cash used in investing activities	<u>(6,706)</u>	<u>(30)</u>
Cash flows from financing activities:		
Repayment of finance leases	(65)	(75)
Proceeds from term loans	4,990	-
Proceeds 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>19,555</u>	<u>(75)</u>
Net effect of exchange rate changes in consolidating foreign subsidiaries	<u>14</u>	<u>(209)</u>
Net increase/(decrease) in cash and cash equivalents	<u>13,191</u>	<u>(1,021)</u>
Cash and cash equivalents at beginning of period	6,217	9,059
Cash and cash equivalents at end of period	<u><u>19,408</u></u>	<u><u>8,038</u></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 half year ended 30 June 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)	20,323	30,071	346	30,417
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	-	-	-	83	-	83	27	110
	14,900	-	(270)	83	-	14,713	27	14,740
Profit for the year	-	-	-	-	5,001	5,001	(20)	4,981
Total recognised income (expense) for the year	-	-	-	-	5,001	5,001	(20)	4,981
Dividends	-	-	-	-	(2,566)	(2,566)	(25)	(2,591)
Balance at 30 June 2007	25,454	-	(666)	(327)	22,758	47,219	328	47,547
At 1 January 2006	6,383	4,171	-	(22)	15,254	25,786	801	26,587
Changes in equity for the year								
Bonus issue on 4 May 2006	3,192	(3,192)	-	-	-	-	-	-
Transfer from share premium	979	(979)	-	-	-	-	-	-
Exchange difference on translation of foreign subsidiaries' financial statements	-	-	-	(218)	-	(218)	(31)	(249)
	4,171	(4,171)	-	(218)	-	(218)	(31)	(249)
Profit for the year	-	-	-	-	3,534	3,534	(83)	3,451
Total recognised income (expense) for the year	-	-	-	-	3,534	3,534	(83)	3,451
Dividends	-	-	-	-	(2,553)	(2,553)	-	(2,553)
Balance at 30 June 2006	10,554	-	-	(240)	18,235	26,549	687	27,236

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	-	-	-	18	18
Total recognised income for the year	-	-	-	18	18
Dividends	-	-	-	(2,514)	(2,514)
Balance at 30 June 2007	25,454	-	(666)	64	24,852
At 1 January 2006	6,383	4,171	-	3,034	13,588
Changes in equity for the year					
Bonus issue on 4 May 2006	3,192	(3,192)	-	-	-
Transfer from share premium	979	(979)	-	-	-
	4,171	(4,171)	-	-	-
Profit for the year	-	-	-	(415)	(415)
Total recognised income for the year	-	-	-	(415)	(415)
Dividends	-	-	-	(2,553)	(2,553)
Balance at 30 June 2006	10,554	-	-	66	10,620

- 1(d) 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.

During the six-month period ended 30 June 2007, the company:

- a) completed a placement of 33 million shares and raised a total of S\$14.9 million, net of placement expenses.
- b) purchased additional 575,000 of its own shares and held these shares as treasury shares. The number of shares held as treasury shares as at 30 June 2007 is 1,753,000 shares and the cost of these shares is S\$666,000.

As at 30 June 2007, the company's issued share capital is made up of 224,489,397 (31 December 2006: 190,311,397) ordinary shares.

- 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	
	30.06.2007	30.06.2006
Earnings per ordinary share for the year based on net profit attributed to the shareholders of the Company		
(i) Based on weighted average number of ordinary shares in issue	2.28 cents	1.85 cents
(ii) On a fully diluted basis	2.28 cents	1.85 cents

The basic and fully diluted earnings per share for 30 June 2007 have been calculated based on net profit attributable to shareholders of the Company of S\$5,001,000 and 219,582,424 weighted average number of ordinary shares in issue.

The basic and fully diluted earnings per share for 30 June 2006 have been calculated based on net profit attributable to shareholders of the Company of S\$3,534,000 and 190,311,397 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	
	30.06.2007	31.12.2006	30.06.2007	31.12.2006
Net asset value per ordinary share based on the number of shares in issue at end of year	21.03 cents	15.70 cents	11.07 cents	6.64 cents

The net asset value per share of the Group has been calculated based on equity attributable to shareholders of S\$47,219,000 (31 December 2006 : S\$30,073,000) and share capital of 224,489,397 (31 December 2006: 190,311,397) ordinary shares.

The net asset value per share of the Company has been calculated based on equity attributable to shareholders of S\$24,852,000 (31 December 2006 : S\$12,718,000) and share capital of 224,489,397 (31 December 2006: 190,311,397) 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.

REVIEW OF FINANCIAL RESULTS

Results for the six-month period ended 30 June 2007

Revenue

Revenue increased by 12.8% or S\$6.7 million to reach S\$59.4 million for the first half 2007 as compared to S\$52.7 million for the same period in 2006.

The increase is contributed by higher revenue from our operations in Singapore and Australia.

Gross Profit

Gross profit increased by 15.4% or S\$1.8 million to S\$13.9 million in the first half 2007 as compared to S\$12.1 million for the same period in 2006.

Operating Expenses

Our operating expenses consist of marketing and distributing costs and administrative expenses. Operating expenses registered 14.2% of total sales and accounted for \$8.4 million for the first half 2007 as compared to 15.2% or \$8.0 million for the corresponding period in 2006.

Net profit attributable to Shareholders

Net profit attributable to Shareholders increased by S\$1.5 million or 41.5% in the first half 2007 as compared to the same period in 2006.

REVIEW OF FINANCIAL POSITION

Current assets

Current assets increased by approximately S\$16.5 million, from S\$41.5 million at 31 December 2006 to S\$58 million at 30 June 2007. This is mainly due to:

- (a) Increase in cash and cash equivalents by S\$13.2 million mainly due to the placement of new shares completed and cash generated from operation during the period.
- (b) Higher debtors' balance of S\$3.3 million due to higher sales during the period. The debtors' turnover of 92 days remained comparable to that of in 2006.

Non-current assets

Non-current assets of the Group increased by approximately S\$6.3 million, from S\$17.1 million as at 31 December 2006 to S\$23.4 million as at 30 June 2007. This is due to purchase of property, plant and equipment incurred on the construction of the liftboat under the joint venture company, Yakki International Pte Ltd.

Current liabilities

Current liabilities increased by approximately S\$6.5 million, from S\$23.4 million at 31 December 2006 to S\$29.9 million at 30 June 2007. This is mainly due to the bridging loan obtained by the joint venture company, Yakki International Pte Ltd, to finance the construction cost of the liftboat.

Non-current liabilities

Non-current liabilities decreased by approximately S\$0.9m, from S\$4.9m at 31 December 2006 to S\$4m at 30 June 2007 due mainly to repayment of term loans. The term loans are used to finance the group's investment in the joint venture company, Yakki International Pte Ltd.

REVIEW OF CASH FLOW

The net increase in the group's cash and cash equivalent of S\$13.2 million for the six-month period ended 30 June 2007 is due mainly to placement of new shares completed and cash generated from operation.

- 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 Group expects the general shipping market to be vibrant in the second half of 2007, boosted by the continuing shipping trade growth and increase of offshore activities in Singapore 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.

On 6 February 2007, the Company completed the placement of 33 million shares at an issued price of 46.5 cents per share. The net proceeds of S\$14.9 million from the placement will be used to expand the group's operations and as working capital. At the time of this report, the Company has utilised approximately S\$6.9 million in the expansion of business operations in Australia and China.

On 4 July 2007, the Group acquired 50% interest in Nordic International Pte Ltd, for the acquisition, conversion, and chartering of a seismic vessel which is commonly used in the oil and gas exploration activities. The revenue from the chartering of seismic vessel is expected to contribute positively to the profitability of the group.

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

Name of Dividend	Not applicable
Dividend Type	Not applicable
Dividend Rate	Not applicable

(b) Corresponding Period of the immediately Preceding Financial Year

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

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/recommendeded, a statement to that effect



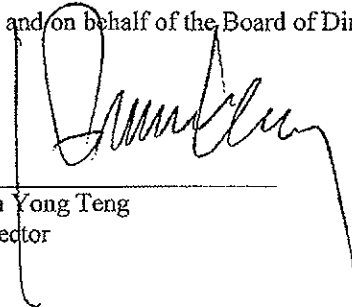
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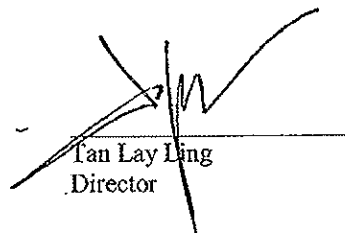
NEGATIVE ASSURANCE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE LISTING MANUAL

On behalf of the board of directors of the Company, we, the undersigned, hereby confirm to the best of our knowledge that nothing has come to the attention of the Board of the Directors of the Company which may render the interim financial results of the Group and Company for the half year ended 30 June 2007 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors



Sim Yong Teng
Director



Ian Lay Ling
Director

Date: 13 August 2007

Singapore

Sinwa (Singapore) Pte Ltd
Sinwa Marine Pte Ltd
Sinwa Offshore Pte Ltd
KS Seafirst Marine Services Pte Ltd
Windsor Marine Pte Ltd

Australia

Sinwa IMES Pty Ltd
Sinwa AIMS Pty Ltd
Sinwa TMSS Pty Ltd

U.A.E

Sinwa Middle East LLC

China

Dalian Sinwa Ship Supply Co., Ltd
Sinwa Guangzhou Ship Supply Co., Ltd
Sinwa Shanghai Ship Supply Co., Ltd
Sinwa Qingdao Ship Supply Co., Ltd

M A R I N E S U P P L Y & L O G I S T I C S