



**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 %
	30.09.07 S\$'000	30.09.06 S\$'000	
Revenue	89,772	81,760	9.8
Cost of sales	(69,036)	(64,395)	7.2
Gross profit	20,736	17,365	19.4
Financial income	574	163	252.1
Financial expense	(384)	(180)	113.3
Marketing and distribution costs	(3,057)	(3,061)	(0.1)
Administrative expenses	(9,985)	(8,499)	17.5
Other credits / (charges)	384	112	242.9
Profit before income tax	8,268	5,900	40.1
Income tax expense	(1,132)	(875)	29.4
Profit for the year	7,136	5,025	42.0
Loss attributed to minority interests	39	133	(70.7)
Net profit attributable to shareholders	7,175	5,158	39.1

Notes to income statement

	GROUP	
	30.9.2007 S\$' 000	30.9.2006 S\$' 000
Interest income	322	134
Foreign exchange gain / (loss), net	371	(126)
Gain on disposal of property, plant and equipment	82	-
Depreciation	(727)	(566)
Interest expense	(386)	(24)

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	
	30.9.2007 S\$'000	31.12.2006 S\$'000	30.9.2007 S\$'000	31.12.2006 S\$'000
ASSETS				
Current assets:				
Cash and cash equivalents	15,986	6,217	9,337	19
Trade and other receivables	48,096	29,874	20,039	7,053
Inventories	6,252	5,471	-	-
Total current assets	70,334	41,562	29,376	7,072
Non-current assets:				
Investments in subsidiaries	-	-	15,361	11,467
Investments in joint ventures	-	-	386	386
Interest in associate	24	24	-	-
Other assets	68	60	-	-
Other receivables	1,012	1,096	-	-
Property, plant and equipment	26,043	6,787	-	93
Construction in progress	17,227	7,668	-	-
Goodwill	1,501	1,501	-	-
Total non-current assets	45,875	17,136	15,747	11,946
Total assets	116,209	58,698	45,123	19,018
LIABILITIES AND EQUITY				
Current liabilities:				
Trade and other payables	33,551	20,221	16,373	167
Current tax payable	1,184	1,541	-	-
Current portion of finance leases	93	132	-	-
Current portion of term loan	28,441	1,533	1,491	1,533
Total current liabilities	63,269	23,427	17,864	1,700
Non-current liabilities:				
Finance leases	102	166	-	-
Term loan	3,354	4,600	3,354	4,600
Deferred tax	86	86	-	-
Total non-current liabilities	3,542	4,852	3,354	4,600
Share capital and reserves				
Share capital	24,651	10,158	24,651	10,158
Retained earnings	24,934	20,325	(746)	2,560
Other reserves	(525)	(410)	-	-
	49,060	30,073	23,905	12,718
Minority interests				
	338	346	-	-
Total equity	49,398	30,419	23,905	12,718
Total liabilities and equity	116,209	58,698	45,123	19,018

Ratio	GROUP	
	30.09.2007	31.12.2006
Inventory days	25	23
Trade receivables days	90	95
Gearing	0.39	0.17

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

Amount repayable in one year or less, or on demand

30.09.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
28,534,000	-	1,665,000	-

Amount repayable after one year

30.09.2007		31.12.2006	
Secured	Unsecured	Secured	Unsecured
3,456,000	-	4,766,000	-

Details of any collateral

The liabilities are secured by corporate guarantee and 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. Banking facilities obtained for financing the conversion cost of seismic vessel in the joint venture company, Nordic International Limited.
3. Hire purchase financing for productive plant and equipment.

1c CONSOLIDATED STATEMENT OF CASH FLOWS

	GROUP	
	30.9.2007	30.9.2006
	S\$'000	S\$'000
Cash flows from operating activities:		
Profit before income tax	8,268	5,900
Adjustments for:		
Depreciation	727	566
Interest income	(322)	(134)
Interest expense	386	24
Gain on disposal of plant and equipment	(82)	-
Operating profit before working capital changes	<u>8,977</u>	<u>6,356</u>
Trade and other receivables	(18,138)	(4,014)
Inventories	(781)	(809)
Trade and other payables	13,330	811
Cash generated from operations	<u>3,388</u>	<u>2,344</u>
Interest paid	(386)	(24)
Interest received	322	134
Income tax paid	(1,489)	(948)
Net cash from operating activities	<u>1,835</u>	<u>1,506</u>
Cash flows from investing activities:		
Proceeds from disposal of plant and equipment	156	-
Purchase of property, plant and equipment	(19,981)	(174)
Construction in progress	(9,559)	-
Acquisition of additional interest in subsidiaries	-	(402)
Investment in associate	-	(25)
Purchase of other assets	-	-
Net cash used in investing activities	<u>(29,384)</u>	<u>(601)</u>
Cash flows from financing activities:		
Repayment of finance leases	(103)	(25)
Proceeds from loans (net)	25,662	-
Proceeds from placement of shares	14,900	-
Purchase of own shares, which are held as treasury shares	(407)	(143)
Dividend paid	(2,564)	(2,553)
Net cash from/(used in) financing activities	<u>37,488</u>	<u>(2,721)</u>
Net effect of exchange rate changes in consolidating foreign subsidiaries	<u>(170)</u>	<u>(277)</u>
Net increase/(decrease) in cash and cash equivalents	9,769	(2,093)
Cash and cash equivalents at beginning of period	6,217	9,059
Cash and cash equivalents at end of period	<u>15,986</u>	<u>6,966</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 period ended 30 September 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	-	-	(407)	-	-	(407)	-	(407)
Exchange difference on translation of foreign subsidiaries' financial statements	-	-	-	(115)	-	(115)	31	(84)
Profit for the year	-	-	(407)	(115)	-	14,378	31	14,409
Total recognised income (expense) for the year	-	-	-	-	7,175	7,175	(39)	7,136
Dividends	-	-	-	-	(2,564)	(2,564)	-	(2,564)
Balance at 30 September 2007	25,454	-	(803)	(525)	24,934	49,060	338	49,398
At 1 January 2006	6,383	4,171	-	(22)	15,254	25,786	801	26,587
Changes in equity for the year								
Purchase of own shares and held as treasury shares	-	-	(143)	-	-	(143)	-	(143)
Bonus issue on 4 May 2006	3,192	(3,192)	-	-	-	-	-	-
Transfer from share premium	979	(979)	-	-	-	-	-	-
Acquisition of interests from minority shareholders	-	-	-	-	-	-	(305)	(305)
Exchange difference on translation of foreign subsidiaries' financial statements	-	-	-	(249)	-	(249)	(30)	(279)
Profit for the year	-	-	-	(249)	5,158	5,158	(133)	5,025
Total recognised income (expense) for the year	-	-	-	-	5,158	5,158	(133)	5,025
Dividends	-	-	-	-	(2,553)	(2,553)	-	(2,553)
Balance at 30 September 2006	10,554	-	(143)	(271)	17,859	27,999	333	28,332

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	-	-	(407)	-	(407)
Profit for the year	-	-	-	(792)	(792)
Total recognised income for the year	-	-	-	(792)	(792)
Dividends	-	-	-	(2,514)	(2,514)
Balance at 30 September 2007	25,454	-	(803)	(746)	23,905
At 1 January 2006	6,383	4,171	-	3,034	13,588
Changes in equity for the year					
Purchase of own shares and held as treasury shares	-	-	(143)	-	(143)
Bonus issue on 4 May 2006	3,192	(3,192)	-	-	-
Transfer from share premium	979	(979)	-	-	-
Profit for the year	-	-	-	13	13
Total recognised income for the year	-	-	-	13	(130)
Dividends	-	-	-	(2,553)	(2,553)
Balance at 30 September 2006	10,554	-	(143)	494	10,905

- 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.

During the nine-month period ended 30 September 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 814,000 of its own shares and held these shares as treasury shares. The number of shares held as treasury shares as at 30 September 2007 is 1,992,000 shares and the cost of these shares is S\$803,000.

As at 30 September 2007, the company's issued share capital is made up of 224,489,397 (31 December 2006: 191,489,397) 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	
	30.09.2007	30.09.2006
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	3.27 cents	2.69 cents
(ii) On a fully diluted basis	3.27 cents	2.69 cents

The basic and fully diluted earnings per share for 30 September 2007 have been calculated based on net profit attributable to shareholders of the Company of S\$7,175,000 and 219,491,022 weighted average number of ordinary shares in issue.

The basic and fully diluted earnings per share for 30 September 2006 have been calculated based on net profit attributable to shareholders of the Company of S\$5,158,000 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	
	30.09.2007	31.12.2006	30.09.2007	31.12.2006
Net asset value per ordinary share based on the number of shares in issue at end of year	21.85 cents	15.70 cents	10.65 cents	6.64 cents

The net asset value per share of the Group has been calculated based on equity attributable to shareholders of S\$49,060,000 (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 shareholders of S\$23,905,000 (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.

REVIEW OF FINANCIAL RESULTS

Results for the nine-month period ended 30 September 2007

Revenue

Revenue increased by 9.8% or S\$8.0 million to reach S\$89.8 million for the 3rd quarter 2007 as compared to S\$81.8 million for the same period in 2006.

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

Gross Profit

Gross profit increased by 19.4% or S\$3.3 million to S\$20.7 million in the 3rd quarter 2007 as compared to S\$17.4 million for the same period in 2006.

Operating Expenses

Our operating expenses consist of marketing and distributing costs and administrative expenses. Operating expenses registered 14.5% of total sales and accounted for S\$13.0 million for the 3rd quarter 2007 as compared to 14.1% or S\$11.6 million for the corresponding period in 2006.

Net profit attributable to Shareholders

Net profit attributable to Shareholders increased by S\$2.0 million or 39.1% in the 3rd quarter 2007 as compared to the same period in 2006.

REVIEW OF FINANCIAL POSITION

Current assets

Current assets increased by approximately S\$28.8 million, from S\$41.5 million as at 31 December 2006 to S\$70.3 million as at 30 September 2007. This is mainly due to:

- (a) Increase in cash and cash equivalents from the placement of new shares completed during the year and cash generated from the operations.
- (b) Increase in other receivables due to utilisation of the group's trade line to finance the joint venture company, Nordic International Limited.

Non-current assets

Non-current assets of the Group increased by approximately S\$28.8 million, from S\$17.1 million as at 31 December 2006 to S\$45.9 million as at 30 September 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, the acquisition and conversion of the seismic vessel under another joint venture company, Nordic International Ltd and purchase of land in Australia.

Current liabilities

Current liabilities increased by approximately S\$39.8 million, from S\$23.4 million as at 31 December 2006 to S\$63.2 million as at 30 September 2007. This is mainly due to the loans obtained to finance the construction cost of the liftboat and conversion cost of the seismic vessel in the two joint venture projects.

Non-current liabilities

Non-current liabilities reduced by approximately S\$1.4 million, from S\$4.9 million as at 31 December 2006 to S\$3.5 million as at 30 September 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.

- 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 to deliver strong earnings from the offshore supply business in Australia due to increase oil exploration activities.

With the acquisition of land in Karratha, Western Australia, the Group projects further expansion of its operations in the North West Shelf area.

The charter contract secured through the Joint Venture in Nordic International Limited will begin to have a material impact on the bottomline with positive earnings contribution effective from the last quarter of this year.

Dalian and Shanghai operations have moved into bigger warehouse facilities in anticipation of business expansion driven by strong shipping traffic.

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

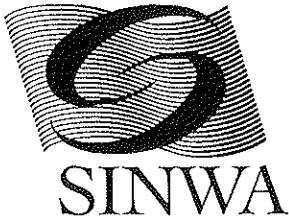
Not applicable

(d) Books closure date

Not applicable

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

Not applicable



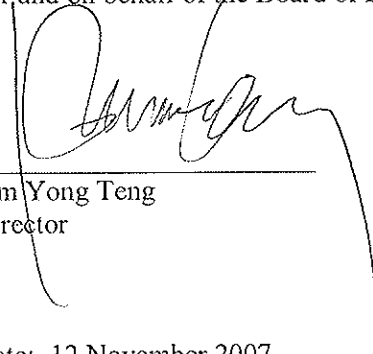
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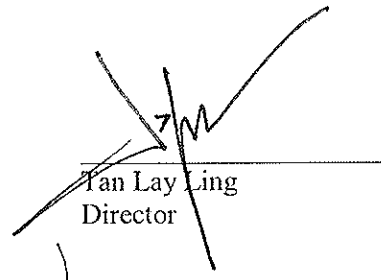
NEGATIVE ASSURANCE CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE LISTING MANUAL

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 3rd quarter ended 30 September 2007 to be false or misleading in any material aspect.

For and on behalf of the Board of Directors



Sim Yong Teng
Director



Fan Lay Ling
Director

Date: 12 November 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