



**Full Year Financial Statements And Dividend Announcement
For the Financial Year Ended 31 December 2009**

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

1(a)(i) 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 of Sinwa Limited is pleased to announce the unaudited results of the Group for the financial year ended 31 December 2009.

CONSOLIDATED INCOME STATEMENT FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

	GROUP		
	2009	2008	+ / (-)
	S\$'000	S\$'000	%
Revenue	128,416	131,327	(2.2)
Cost of sales	<u>(89,947)</u>	<u>(94,670)</u>	(5.0)
Gross profit	<u>38,469</u>	<u>36,657</u>	4.9
<i>Other item of income</i>			
Financial income	640	54	n.m.
<i>Other items of expense</i>			
Marketing and distribution costs	(3,251)	(4,296)	(24.3)
Administrative expenses	(16,620)	(15,777)	5.3
Other operating expenses	(855)	(2,425)	(64.7)
Financial expenses	<u>(1,057)</u>	<u>(2,581)</u>	(59.0)
Profit before income tax	17,326	11,632	49.0
Income tax expense	<u>(2,308)</u>	<u>(2,213)</u>	4.3
Profit for the year	<u>15,018</u>	<u>9,419</u>	59.4
Profit attributable to:			
Owners of the Company	<u>15,018</u>	<u>9,419</u>	59.4
Earnings per share for profit attributable to the owners of the Company (expressed in cents per share)			
Basic	<u>6.76</u>	<u>4.24</u>	
Diluted	<u>6.76</u>	<u>4.24</u>	



CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

The Statement of Comprehensive Income included as part of the results announcement is in compliance with the revised Financial Reporting Standard (FRS) 1 (effective from 1 January 2009).

	GROUP		
	2009	2008	+ / (-)
	S\$'000	S\$'000	%
PROFIT FOR THE YEAR	15,018	9,419	59.4
Other comprehensive income:			
Exchange differences on translating foreign operations	1,094	(1,390)	n.m.
Other comprehensive income for the year, net of tax	<u>1,094</u>	<u>(1,390)</u>	n.m.
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>16,112</u>	<u>8,029</u>	100.7
Total comprehensive income attributable to:			
Owners of the Company	<u>16,112</u>	<u>8,029</u>	100.7

Note:

- n.m.: not meaningful



1(a)(ii) The following items (with appropriate breakdowns and explanations), if significant, must either be included in the income statement or in the notes to the income statement for the current financial period reported on and the corresponding period of the immediately preceding financial year.

NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	GROUP		+ / (-)
	2009	2008	
	S\$'000	S\$'000	%
Financial income:			
Interest income - others	45	54	(16.7)
Foreign exchange gain	595	-	n.m.
	<u>640</u>	<u>54</u>	
Financial expenses:			
Foreign exchange loss	-	(1,564)	n.m.
Bank facility fees	(52)	-	n.m.
Interest expense	(1,005)	(1,017)	(1.2)
	<u>(1,057)</u>	<u>(2,581)</u>	
Other operating expenses:			
Allowance for doubtful trade receivables	(1,174)	(304)	n.m.
Bad debts written off (trade)	(61)	(133)	(54.1)
Allowance for impairment in value of goodwill	(27)	(503)	(94.6)
Allowance for impairment of investment in associate	-	(24)	n.m.
Allowance for doubtful other receivables	(171)	(536)	(68.1)
Bad debts written off (non-trade)	(111)	(43)	n.m.
Gain on disposal of property, plant and equipment	25	25	n.m.
Government grant income	-	78	n.m.
Singapore government job credit	264	-	n.m.
Handling fee	226	93	n.m.
Impairment loss on property, plant and equipment	-	(1,222)	n.m.
Inventory written off	(47)	(64)	(26.6)
Management fee income	93	17	n.m.
Property, plant and equipment written off	(9)	(1)	n.m.
Write-back allowance for doubtful trade receivables	8	93	(91.4)
Others	129	99	30.3
	<u>(855)</u>	<u>(2,425)</u>	
Profit before income tax is stated after (charging) / crediting:-			
Amortisation of intangible assets	(33)	(22)	50.0
Depreciation of property, plant and equipment	(2,876)	(1,551)	85.4
Deferred mobilisation income recognised	2,183	-	n.m.
Amortisation of mobilisation costs	(4,567)	-	n.m.

The mobilisation income and costs relate to the transportation of the jackup liftboat for deployment in Europe.

Note:

- n.m.: not meaningful



NOTES TO CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (Continued)

- (1) The impairment loss on property, plant and equipment in 2008 is related to the seismic vessel in one of our joint ventures.
- (2) The increase in depreciation is mainly attributed to the depreciation of the jackup liftboat. Revenue from the charter of the jackup liftboat commenced in 2Q 2009.

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.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009

	GROUP		COMPANY	
	31.12.09	31.12.08	31.12.09	31.12.08
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Non-current assets				
Property, plant and equipment	74,553	62,776	-	-
Construction in progress	4,900	3,053	-	-
Intangible assets	111	144	-	-
Goodwill	548	575	-	-
Investments in subsidiaries	-	-	11,536	11,467
Investments in joint ventures	-	-	25,119	20,294
Other assets	62	1,624	-	-
Other receivables	1,574	1,895	-	-
Total non-current assets	81,748	70,067	36,655	31,761
Current assets				
Inventories	4,922	5,881	-	-
Other assets	-	1,308	-	-
Trade and other receivables	37,626	30,111	19,475	15,729
Cash and cash equivalents	15,003	12,196	5,459	2,054
Total current assets	57,551	49,496	24,934	17,783
Total assets	139,299	119,563	61,589	49,544



STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009 (Continued)

	GROUP		COMPANY	
	31.12.09	31.12.08	31.12.09	31.12.08
	S\$'000	S\$'000	S\$'000	S\$'000
EQUITY AND LIABILITIES				
Equity				
Share capital	24,601	24,601	24,601	24,601
Retained earnings	46,350	32,999	3,185	3,419
Foreign currency translation reserve	(1,163)	(2,257)	-	-
Equity attributable to owners of the Company	69,788	55,343	27,786	28,020
Total equity	69,788	55,343	27,786	28,020
Non-current liabilities				
Deferred tax	107	164	-	-
Finance leases	124	77	-	-
Borrowings	7,849	18,772	-	-
Total non-current liabilities	8,080	19,013	-	-
Current liabilities				
Income tax payable	2,265	1,937	18	17
Trade and other payables	24,316	23,787	23,871	12,134
Current portion of finance leases	92	67	-	-
Current portion of borrowings	34,758	19,416	9,914	9,373
Total current liabilities	61,431	45,207	33,803	21,524
Total equity and liabilities	139,299	119,563	61,589	49,544

	GROUP	
	31.12.09	31.12.08
<u>Financial ratios</u>		
Inventory turnover (days)	20	23
Trade receivables turnover (days)	100	79
Gearing (net debt to total capital)	0.43	0.47



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

Amount repayable in one year or less, or on demand

31.12.2009		31.12.2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
30,653	4,197	19,483	-

Amount repayable after one year

31.12.2009		31.12.2008	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
7,900	73	18,791	58

Details of any collateral:

The following liabilities are secured by corporate guarantees from the Company and relate to:

- 1) Term loan obtained for the financing of the construction of the liftboat in the joint venture Yakki International Pte Ltd;
- 2) Term loan obtained to finance the conversion cost of seismic vessel in the joint venture Nordic International Limited;
- 3) Working capital financing obtained for subsidiaries; and
- 4) Loan obtained to finance the construction of 2 office and warehouse complexes in Australia.

There are some borrowings that are also jointly and severally guaranteed by the Company and subsidiaries.

The following assets in the Group are also provided as securities for the credit facilities:

- a) Fixed deposits of US\$3.825 million and A\$1 million;
- b) 3 commercial properties in Singapore;
- c) 2 commercial properties in Australia;
- d) 1 residential property in Australia;
- e) All other assets and undertakings of 2 subsidiaries in Australia;
- f) Seismic vessel; and
- g) Liftboat.



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 FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009

	GROUP	
	2009	2008
	S\$'000	S\$'000
Operating activities		
Profit before income tax	17,326	11,632
Adjustments for:		
Allowance for doubtful trade receivables	1,174	304
Write back of allowance for doubtful trade receivables	(8)	(93)
Allowance for doubtful other receivables	171	536
Allowance for impairment on investment in associate	-	24
Allowance for impairment in value of goodwill	27	503
Amortisation of intangible assets	33	22
Bad debts written off (trade)	61	133
Bad debts written off (non-trade)	111	43
Depreciation of property, plant and equipment	2,876	1,551
Interest income	(45)	(54)
Interest expense	1,005	1,017
Gain on disposal of property, plant and equipment, net	(25)	(25)
Government grant income	-	(78)
Property, plant and equipment written off	9	1
Inventory written off	47	64
Amortisation of mobilisation costs	4,567	-
Deferred mobilisation income recognised	(2,183)	-
Impairment loss on property, plant and equipment	-	1,222
Issue of shares out of treasury shares	-	242
Operating profit before working capital changes	25,146	17,044
Trade and other receivables	(8,794)	776
Inventories	912	(15)
Trade and other payables	576	(1,540)
Cash generated from operations	17,840	16,265
Interest paid	(1,005)	(1,017)
Interest received	45	54
Income tax paid	(2,037)	(1,520)
Net cash from operating activities	14,843	13,782



CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009 (Continued)

	GROUP	
	2009	2008
	S\$'000	S\$'000
Investing activities		
Repayment from/(Advances to) PRC licensees	91	(251)
Proceeds from disposal of property, plant and equipment	124	246
Purchase of property, plant and equipment	(8,254)	(591)
Construction in progress	(1,758)	(23,372)
Mobilisation fee for liftboat in a joint venture	(1,656)	(2,878)
Mobilisation income received for liftboat in a joint venture	2,183	-
Addition of intangible assets	-	(264)
Effect of foreign currency alignment on investing activities	283	1,317
Net cash used in investing activities	<u>(8,987)</u>	<u>(25,793)</u>
Financing activities		
Proceeds from term loans	2,242	20,618
Repayment of term loans	(10,718)	(6,085)
Proceeds from bills financing	6,001	-
Repayment of bills financing	(3,789)	-
Repayments of finance leases	(108)	(110)
Proceeds from director loan	4,150	-
Government grant received	-	176
Purchase of own shares and held as treasury shares	-	(173)
Return of capital to minority interest	-	(235)
Interest paid included in construction in progress	-	(698)
Dividends paid	(1,667)	(2,223)
Cash at bank restricted	(1,793)	(1,657)
Fixed deposits pledged	(4,763)	(1,916)
Proceeds from restricted bank deposit	1,457	-
Effect of foreign currency alignment on financing activities	139	-
Net cash (used in)/from financing activities	<u>(8,849)</u>	<u>7,697</u>
Net decrease in cash and cash equivalents	(2,993)	(4,314)
Cash and cash equivalents at beginning of year	7,890	12,118
Effect of exchange rate changes on cash and cash equivalents	(305)	86
Cash and cash equivalents at end of year	<u>4,592</u>	<u>7,890</u>
<u>Analysis of the cash and cash equivalents</u>		
Cash and cash equivalents	15,003	12,196
Bank overdrafts	(1,786)	(733)
Cash at bank restricted	(2,000)	(1,657)
Fixed deposits pledged	(6,625)	(1,916)
Cash and cash equivalents for the purpose of cash flow statement	<u>4,592</u>	<u>7,890</u>



CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009 (Continued)

During FY2009, the Group acquired property, plant and equipment amounting to \$13,775,000 (2008: \$1,207,000), of which:

- (a) \$180,000 (2008: \$94,000) was acquired under finance lease contracts;
- (b) \$5,341,000 (2008: \$Nil) incurred for the construction of a office and warehouse complex in Western Australia subsidiary that was financed by a bank loan;
- (c) \$4,150,000 (2008: \$Nil) incurred for the purchase of an anchor handling tug that was financed by a director loan;
- (d) \$Nil (2008: \$522,000) incurred for the acquisition, conversion and equipping of the seismic vessel under the joint venture with Nordic International Ltd and liftboat under the joint venture with Yakki International Pte Ltd which was financed by shareholders' loans and term loans; and
- (e) \$4,104,000 (2008: \$591,000) was acquired by cash payment.

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 FINANCIAL YEAR ENDED 31 DECEMBER 2009

GROUP	Total equity	Equity, attributable to owners of the Company	Share capital	Treasury shares	Capital reserve	Retained earnings	Translation reserve	Minority interest
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Balance at 1 January 2009	55,343	55,343	25,454	(961)	108	32,999	(2,257)	-
Total comprehensive income for the year	16,112	16,112	-	-	-	15,018	1,094	-
Dividends	(1,667)	(1,667)	-	-	-	(1,667)	-	-
Balance at 31 December 2009	<u>69,788</u>	<u>69,788</u>	<u>25,454</u>	<u>(961)</u>	<u>108</u>	<u>46,350</u>	<u>(1,163)</u>	<u>-</u>
Balance at 1 January 2008	49,703	49,468	25,454	(922)	-	25,803	(867)	235
Total comprehensive income for the year	8,029	8,029	-	-	-	9,419	(1,390)	-
Dividends	(2,223)	(2,223)	-	-	-	(2,223)	-	-
Purchase of own shares and held as treasury shares	(173)	(173)	-	(173)	-	-	-	-
Issue of shares out of treasury shares	242	242	-	134	108	-	-	-
Return of capital to minority interest	(235)	-	-	-	-	-	-	(235)
Balance at 31 December 2008	<u>55,343</u>	<u>55,343</u>	<u>25,454</u>	<u>(961)</u>	<u>108</u>	<u>32,999</u>	<u>(2,257)</u>	<u>-</u>



STATEMENT OF CHANGES IN EQUITY FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 2009 (Continued)

COMPANY	Share capital S\$'000	Treasury shares S\$'000	Capital reserve S\$'000	Retained earnings S\$'000	Total S\$'000
Balance at 1 January 2009	25,454	(961)	108	3,419	28,020
Total comprehensive income for the year	-	-	-	1,433	1,433
Dividends	-	-	-	(1,667)	(1,667)
Balance at 31 December 2009	<u>25,454</u>	<u>(961)</u>	<u>108</u>	<u>3,185</u>	<u>27,786</u>
Balance at 1 January 2008	25,454	(922)	-	2,697	27,229
Total comprehensive income for the year	-	-	-	2,945	2,945
Dividends	-	-	-	(2,223)	(2,223)
Purchase of own shares and held as treasury shares	-	(173)	-	-	(173)
Issue of shares out of treasury shares	-	134	108	-	242
Balance at 31 December 2008	<u>25,454</u>	<u>(961)</u>	<u>108</u>	<u>3,419</u>	<u>28,020</u>

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 also the number of shares that may be issued on conversion of all the outstanding convertibles, as well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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.

Not applicable.

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.

	31.12.2009	31.12.2008
Number of issued ordinary shares (excluding treasury shares)	222,311,865	222,311,865

1(d)(iv) A statement showing all sales, transfers, disposal, cancellation and/or use of treasury shares 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 in this announcement have not been audited or reviewed.

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.

The same accounting policies and methods of computation as those applied for the FY2008 audited financial statements have been applied for these figures except for the adoption of the FRSs and INT FRSs that are mandatory for annual periods beginning on or after 1 January 2009. The adoption of these FRSs and INT FRSs has no significant 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.

Not applicable.

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	
	FY2009	FY2008
(a) Basic (cents)	6.76	4.24
(b) Diluted (cents)	6.76	4.24

The basic and diluted earnings per share FY2009 and FY2008 are computed based on the weighted average number of 222,311,865 and 222,233,629 ordinary shares respectively.



7. **Net asset value (for the issuer and group) per ordinary share based on the total number of issued shares excluding treasury shares of the issuer at the end of the:-**
(a) current financial period reported on; and
(b) immediately preceding financial year.

	GROUP	COMPANY
The total number of issued shares excluding treasury shares at the end of the:		
(a) current financial period reported on	222,311,865	222,311,865
(b) immediately preceding financial year	222,311,865	222,311,865
Net asset value per issued ordinary shares as at (cents)		
(a) 31 December 2009	31.39	12.50
(b) 31 December 2008	24.89	12.60

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**

The Group's revenue in FY2009 decreased 2.2% and this decrease is mainly because of drop in the marine supply business in Singapore offset by increase in vessel charter revenue. The Group recognised in its first revenue from the charter of its liftboat in 2Q FY2009.

Overall gross profit margins for FY2009 and FY2008 are 30.0% and 27.9% respectively. The higher gross profit margin of FY2009 reflects higher gross profit margins of our vessel chartering businesses.

The increase in financial income in FY2009 is mainly due to foreign exchange gain. The Group recorded a net foreign exchange loss in FY2008.

Marketing and distribution costs decreased in FY2009 mainly due to lower marketing costs for the vessels as they are already on charter hire. The Australian operations also successfully reduced their marketing and distribution costs but without affecting its revenue. Traveling expenses were also trimmed in all operating entities in view of the economic downturn.

Administrative expenses increased in FY2009 and the increase is accounted mainly by the depreciation of the liftboat, offset by reduction in professional fees. The liftboat commenced its charter in FY2009.

Other operating expenses decreased mainly because of lower impairment in value of goodwill and lower allowance for doubtful other receivables and higher handling income and job credits from the Singapore government. The provision for doubtful trade receivables in FY2009 is higher because of an ongoing claim for unpaid charter hire relating to our seismic vessel. The management is confident of recovering the amount owing based on professional legal opinion. The arbitration hearing for this claim is now scheduled in 3Q FY2010.

Financial expenses decreased mainly because there was no foreign exchange loss in FY2009.



The effective tax rate for FY2009 is lower than the Singapore corporate statutory tax rate of 17% mainly because of tax exemptions on certain profits offset by effects of higher corporate tax rate of 30% in Australia.

(b) any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on.

The Group continues to generate cash from its operations of \$17.8 mil and net cash generated from operating activities increased by \$1.0 mil to \$14.8 mil in FY2009. We secured a working capital credit facility of \$5.0 mil from a bank in Singapore and borrowed \$4.2 mil from a director to finance the acquisition of a vessel during FY2009.

Current assets

Total current assets increased by \$8.1 mil of which \$7.5 mil is contributed by increase in trade and other receivables arising mainly from the increase in outstanding owing from the charterer of our seismic vessel. Other assets in FY2008 relates mainly to the unamortized mobilization costs of the liftboat that were supposed to match against the charter income of the vessel. However as the charter contract was terminated prematurely in FY2009, this resulted in the accelerated recognition of the remaining unamortized costs in the income statement. The decrease in inventories of \$0.99 mil, mainly attributed to the Singapore operations, is because there is less clarity on future sales of certain marine supply products and therefore a lower inventory level is preferred.

Non-current assets

Non current assets increased by \$11.7 mil, of which a total of \$12.4 mil relates to the costs of the Anchor Handling Tug ("AHT") vessel acquired in October FY2009 and the construction of the Group's office and warehouse complex in Perth. The decrease in other assets relates to the same matter described under current assets above.

Current liabilities

Current liabilities increased by \$16.2 mil and the increase is mainly due to increase in borrowings of \$15.4 mil. During FY2009, the Group secured a credit facility of \$5.0 mil for working capital and borrowed \$4.2 mil from one of its executive directors to bridge the financing of the acquisition of the AHT. In addition, it also drew down \$5.3 mil from its credit facility in Australia to finance the construction of 2 office and warehouse complexes in Western Australia.

Non-current liabilities

Non-current liabilities decreased by \$10.9 mil and the decrease is mainly due to the repayment of the term loans for the financing of our seismic vessel and liftboat in our joint ventures.

The Group as of 31 December 2010 has a negative working capital position of \$3.9 mil. This arose mainly because of borrowing from a director of \$4.2 mil to partially finance the acquisition of the AHT. The Group has received a letter of offer for a long term loan from a bank to take over the financing and is currently finalising the documentation. In addition, the credit facility for the construction of office and warehouse complexes in Australia is expiring in June FY 2010 and we will be negotiating for a rollover of the loan.

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's profit attributable to shareholders increased 59.4% in FY2009 and the result of FY2009 is a new record in the history of Sinwa. Our strategy to diversify into the chartering business continues to contribute positively to the Group.

Australia

Our Australian operations continue to improve on both top and bottom lines helped by their buoyant offshore industry in Australia.

The Group has moved into its new office and warehouse complex in Perth while its office and warehouse complex in Karratha will be ready for occupancy in 2Q FY2010. These new, larger and more efficient facilities will enable the Group to develop and diversify in the search of future businesses.

China

The Group operates in PRC via licensees and the number of licensees remains constant at 6 throughout FY2009. The total revenue of these licensees continues to register growth and we expects growth to continue in FY2010.

Singapore

Marine supply business revenue decreased in FY2009 mainly due to the slowdown in the global shipping industry. However, the business remains profitable with stable margins.

We saw an increase in revenue in December FY2009 compared to the corresponding month in FY2008. With the gradual global economic recovery staying on track, the Group is cautiously optimistic that revenue in this segment will improve in FY2010.

Others

The charter agreement for our liftboat has been terminated and we are exploring new charter arrangements with our joint venture partner, KS Energy Limited.

We are currently still marketing our 300-men accommodation barge and negotiations are preliminary at this stage. The vessel is now scheduled for completion at the end of FY2010.

Barring unforeseen circumstances, the Group expects itself to continue registering profit in FY2010.



11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on?

Yes

Name of Dividend	First and Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.80 cents per ordinary share
Tax Rate	One tier 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	First and Final
Dividend Type	Cash
Dividend Amount per Share (in cents)	0.75 cents per ordinary share
Tax Rate	One tier tax exempt

(c) Date payable

To be announced.

(d) Books closure date

To be announced.

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.**

BUSINESS SEGMENTS

FY2009

	Supply S\$'000	Agency/ Logistics S\$'000	Charter S\$'000	Unallocated S\$'000	Total S\$'000	Eliminations S\$'000	Consolidated S\$'000
Group revenue							
Total revenue from external customers	111,148	3,174	14,094	-	128,416	-	128,416
Inter-segment revenue	15	369	-	-	384	(384)	-
Total revenue	<u>111,163</u>	<u>3,543</u>	<u>14,094</u>	<u>-</u>	<u>128,800</u>	<u>(384)</u>	<u>128,416</u>

	Supply S\$'000	Agency/ Logistics S\$'000	Charter S\$'000	Unallocated S\$'000	Consolidated S\$'000
Group profit & loss					
Profit before interest, income tax, Depreciation and amortisation	16,598	456	7,847	(3,706)	21,195
Interest income	19	-	-	26	45
Interest expense	(26)	(1)	(542)	(436)	(1,005)
Depreciation	(571)	(47)	(2,021)	(237)	(2,876)
Amortisation	(33)	-	-	-	(33)
Profit before income tax	<u>15,987</u>	<u>408</u>	<u>5,284</u>	<u>(4,353)</u>	<u>17,326</u>
Income tax expense	(2,142)	(68)	-	(98)	(2,308)
Profit for the year	<u>13,845</u>	<u>340</u>	<u>5,284</u>	<u>(4,451)</u>	<u>15,018</u>



BUSINESS SEGMENTS (Continued)

FY2009

	Supply	Agency/ Logistics	Charter	Unallocated	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group assets and liabilities					
Segment assets	41,450	1,232	68,427	-	111,109
Unallocated corporate assets				28,190	<u>28,190</u>
Total assets					<u>139,299</u>
Segment liabilities	30,466	397	19,849	-	50,712
Unallocated corporate liabilities				18,799	<u>18,799</u>
Total liabilities					<u>69,511</u>
Other segment information					
Capital expenditures	662	-	7,110	7,761	15,533
Material non-cash items					
Allowance for doubtful trade receivables	(109)	-	(1,065)	-	(1,174)
Allowance for doubtful other receivables	(168)	-	-	(3)	(171)
Allowance for impairment in value of goodwill	-	-	-	(27)	(27)
Bad debts written off (trade)	(48)	-	-	(13)	(61)
Bad debts written off (non-trade)	(111)	-	-	-	(111)
Amortisation of mobilisation costs	-	-	(4,567)	-	(4,567)
Deferred mobilisation income	-	-	2,183	-	2,183



BUSINESS SEGMENTS (Continued)

FY2008

	Supply	Agency/ Logistics	Charter	Unallocated	Total	Eliminations	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group revenue							
Total revenue from external customers	119,762	2,823	8,742	-	131,327	-	131,327
Inter-segment revenue	-	534	-	-	534	(534)	-
Total revenue	119,762	3,357	8,742	-	131,861	(534)	131,327

	Supply	Agency/ Logistics	Charter	Unallocated	Consolidated
	S\$'000	S\$'000	S\$'000	S\$'000	S\$'000
Group profit & loss					
Profit before interest, income tax, depreciation and amortisation	15,125	197	4,189	(5,343)	14,168
Interest income	33	-	7	14	54
Interest expense	(169)	(4)	(796)	(48)	(1,017)
Depreciation	(616)	(40)	(670)	(225)	(1,551)
Amortisation	(22)	-	-	-	(22)
Profit before income tax	14,351	153	2,730	(5,602)	11,632
Income tax expense	(1,839)	(81)	-	(293)	(2,213)
Profit for the year	12,512	72	2,730	(5,895)	9,419



BUSINESS SEGMENTS (Continued)

FY2008	Supply S\$'000	Agency/ Logistics S\$'000	Charter S\$'000	Unallocated S\$'000	Consolidated S\$'000
Group assets and liabilities					
Segment assets	45,504	1,255	59,446	-	106,205
Unallocated corporate assets				13,358	<u>13,358</u>
Total assets					<u>119,563</u>
Segment liabilities	22,133	375	31,774	-	54,282
Unallocated corporate liabilities				9,938	<u>9,938</u>
Total liabilities					<u>64,220</u>
Other segment information					
Capital expenditures	481	158	24,592	212	25,443
Material non-cash items					
Allowance for doubtful trade receivables	(304)	-	-	-	(304)
Allowance for doubtful other receivables	(67)	-	-	(469)	(536)
Allowance for impairment in value of goodwill	(503)	-	-	-	(503)
Bad debts written off (trade)	(77)	-	-	(56)	(133)
Bad debts written off (non-trade)	(39)	-	-	(4)	(43)
Issue of shares out of treasury shares	-	-	-	(242)	(242)
Impairment loss on property, plant and equipment	-	-	(1,222)	-	(1,222)

GEOGRAPHICAL SEGMENTS

GROUP	Revenue		Non-current assets	
	FY2009 S\$'000	FY2008 S\$'000	FY2009 S\$'000	FY2008 S\$'000
Singapore	90,920	96,622	49,078	46,783
Australia	27,652	25,963	18,124	7,834
Others	9,844	8,742	14,546	15,450
	<u>128,416</u>	<u>131,327</u>	<u>81,748</u>	<u>70,067</u>

Information about major customer

The Group only has one customer in Australia that accounts for more than 10 per cent of the Group's revenue in FY2009.



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 number 8 above.

15. A breakdown of sales.

	GROUP		
	FY2009	FY2008	+ / (-)
	S\$'000	S\$'000	%
Sales reported for the first half	64,311	66,135	(2.8)
Operating profit after tax before deducting minority interests reported for first half	8,313	6,046	37.5
Sales reported for the second half	64,105	65,192	(1.7)
Operating profit after tax before deducting minority interests reported for second half	6,705	3,373	98.8

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

Dividend paid during the year:

	GROUP	
	FY2009	FY2008
	S\$'000	S\$'000
Final dividend to ordinary shares	1,667	2,223

BY ORDER OF THE BOARD

Tan Lay Ling
Executive Director
11 February 2010