



COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.
(Company Registration no:- 196100159G)

Unaudited First Quarter Financial Statement Announcement for the Financial Period Ended 31 March 2019

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.

(i) Consolidated Income Statement

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Turnover	39,014	40,648	(4)
Cost of sales	(30,136)	(30,577)	(1)
Gross profit	8,878	10,071	(12)
Other income [1]	602	624	(4)
Other gains and losses [1]	1,963	2,998	(35)
Expenses			
- Distribution	(595)	(549)	8
- Administrative	(5,425)	(6,450)	(16)
- Finance	(2,229)	(3,595)	(38)
Share of profit of an associated company	492	621	(21)
Profit before income tax [2]	3,686	3,720	(1)
Income tax expense [3]	(742)	(845)	(12)
Profit for the period	2,944	2,875	2
Profit attributable to:			
Equity holders of the Company	2,905	2,828	3
Non-controlling interests	39	47	(17)
Profit for the period	2,944	2,875	2
Earnings per share for profit attributable to the equity holders of the Company (expressed in cents per share)			
- basic	0.13	0.13	-
- diluted	0.13	0.13	-

NM denotes not meaningful.

(ii) Consolidated Statement of Comprehensive Income

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Profit for the period	2,944	2,875	2
Other comprehensive loss: Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation			
-Losses	(256)	(1,336)	(81)
	(256)	(1,336)	(81)
Total comprehensive income for the period	2,688	1,539	75
Total comprehensive income attributable to:			
Equity holders of the Company	2,648	1,492	77
Non-controlling interests	40	47	(15)
Total comprehensive income for the period	2,688	1,539	75

(iii) Breakdown and Explanatory Notes to Consolidated Income Statement

[1] Other income and Other gains and losses comprises the following:

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Government grants	228	243	(6)
Interest income	142	183	(22)
Rental income	128	106	21
Sundry income	104	92	13
Other income	602	624	(4)
Foreign exchange gain	37	2,962	(99)
Gain on disposal of property, plant and equipment	1,866	28	NM
Gain on sale of bunker stock	60	8	650
Other gains and losses	1,963	2,998	(35)

[2] Profit before income tax is arrived at after (charging)/crediting:

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Interest on borrowings	(2,229)	(3,595)	(38)
Amortisation of deferred expenditure	-	(16)	NM
Amortisation of intangible assets	(1,170)	(1,317)	(11)
Depreciation of property, plant and equipment	(4,872)	(5,207)	(6)
Depreciation of investment properties	(133)	(130)	2
Depreciation of right-of-use assets	(5,791)	-	NM
Net reversal/(allowance) for impairment of trade and other receivables	4	(2)	NM

[3] Adjustment for over/(under) provision of tax in respect of prior years:

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Current income tax	20	215	(91)
Deferred tax	(13)	-	NM

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.

	Group		Company	
	31/03/2019 S\$'000	31/12/2018 S\$'000	31/03/2019 S\$'000	31/12/2018 S\$'000
Current assets				
Cash and cash equivalents	68,540	72,814	13,682	18,301
Restricted cash	257	257	257	257
Trade and other receivables	36,955	35,460	85	116
Inventories	788	661	-	-
	106,540	109,192	14,024	18,674
Non-current assets classified as held-for sale	-	741	-	-
	106,540	109,933	14,024	18,674
Non-current assets				
Trade and other receivables	728	812	-	-
Investments in associated companies	15,703	15,171	13,953	13,953
Investments in subsidiaries	-	-	614,589	614,183
Investment properties	13,502	13,637	-	-
Property, plant and equipment	556,105	550,012	91	100
Right-of-use assets	89,238	-	-	-
Intangible assets	129,866	131,033	-	-
Deferred expenditure	-	2,212	-	-
	805,142	712,877	628,633	628,236
Total assets	911,682	822,810	642,657	646,910
Current liabilities				
Trade and other payables	43,958	48,056	47,982	48,123
Current income tax liabilities	5,653	4,884	107	107
Borrowings	43,872	25,715	13,580	13,580
Provisions	348	350	-	-
	93,831	79,005	61,669	61,810
Non-current liabilities				
Trade and other payables	982	4,468	982	4,468
Borrowings	227,359	152,619	58,489	58,489
Provisions	1,270	1,198	-	-
Deferred income tax liabilities	54,196	54,420	-	-
	283,807	212,705	59,471	62,957
Total liabilities	377,638	291,710	121,140	124,767
Net assets	534,044	531,100	521,517	522,143
Equity				
Share capital	270,608	270,608	270,608	270,608
Other reserves	35,738	35,995	45,105	45,105
Retained earnings	225,920	223,015	205,804	206,430
Shareholders' equity	532,266	529,618	521,517	522,143
Non-controlling interests	1,778	1,482	-	-
Total equity	534,044	531,100	521,517	522,143

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

Amount repayable in one year or less, or on demand

As at 31/03/2019		As at 31/12/2018	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
43,672	200	25,515	200

Amount repayable after one year

As at 31/03/2019		As at 31/12/2018	
Secured S\$'000	Unsecured S\$'000	Secured S\$'000	Unsecured S\$'000
189,359	38,000	114,619	38,000

Details of any collateral

The collaterals for secured borrowings include share charge on the shares of certain subsidiaries, property, plant and equipment, right-of-use assets and bank deposits. The carrying amount of the property, plant and equipment mortgaged as security for the group's borrowings is approximately \$449,574,000 (31 December 2018: \$451,782,000). Included in secured borrowings are current lease liabilities of \$17,780,000 and non-current lease liabilities of \$69,614,000 which are secured over the right-of-use assets of \$89,238,000.

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

	Group	
	Q1 2019 S\$'000	Q1 2018 S\$'000
Cash flows from operating activities		
Profit for the period	2,944	2,875
Adjustments for:		
Income tax expense	742	845
Amortisation of deferred expenditure	-	16
Amortisation of intangible assets	1,170	1,317
Depreciation of property, plant and equipment	4,872	5,207
Depreciation of investment properties	133	130
Depreciation of right-of-use assets	5,791	-
(Reversal)/allowance for impairment of trade and other receivables	(4)	2
Gain on disposal of property, plant and equipment	(1,866)	(28)
Loss on disposal of a transferable club membership	-	54
Share of profit of an associated company	(492)	(621)
Interest expense	2,229	3,595
Interest income	(142)	(183)
Exchange differences	2	(2,957)
	15,379	10,252
Changes in working capital:		
Inventories	(127)	(15)
Trade and other receivables	(1,440)	(5,185)
Trade and other payables	(3,648)	(7,235)
Provisions	70	(353)
Cash provided by/(used in) operations	10,234	(2,536)
Income tax paid	(197)	(222)
Net cash provided by/(used in) operating activities	10,037	(2,758)
Cash flows from investing activities		
Deferred consideration paid in relation to acquisition of subsidiaries	(3,000)	-
Acquisition of a subsidiary, net of cash acquired (i)	-	(410,306)
Additions to property, plant and equipment	(3,152)	(2,935)
Decrease in amount due from a fellow subsidiary	-	236,202
Disposal of property, plant and equipment	2,791	524
Disposal of a transferable club membership	-	3
Decrease in restricted cash balance	-	140,403
Dividend received	-	11,173
Interest received	175	202
Net cash used in investing activities	(3,186)	(24,734)
Cash flows from financing activities		
Proceeds from borrowings	-	327,649
Repayment of borrowings	(2,207)	(2,207)
Repayment of lease liabilities	(6,309)	(924)
Proceeds from non-controlling interest of a subsidiary	406	-
Increase in bank deposits pledged	(4)	-
Interest paid	(2,680)	(774)
Dividend paid to non-controlling interest of a subsidiary	(150)	-
Net cash (used in)/provided by financing activities	(10,944)	323,744
Net (decrease)/increase in cash and cash equivalents	(4,093)	296,252
Cash and cash equivalents at beginning of financial period	71,605	58,504
Effects of currency translation on cash and cash equivalents	(184)	(963)
Cash and cash equivalents at end of financial period	67,328	353,793
Cash and cash equivalents represented by:		
Cash at bank and on hand	45,298	336,565
Short-term bank deposits	23,242	18,438
Less: Bank deposits pledged	(1,212)	(1,210)
	67,328	353,793

(i) On 2 January 2018, the Group obtained control of Cogent Holdings Limited ("Cogent") following the acquisition of more than 90% of the issued shares of Cogent by way of a voluntary conditional cash offer made by the Group to acquire 100% equity interest in Cogent for a consideration of \$488,070,000 (excluding discounting effects on the fair value of deferred consideration). The Group exercised its rights of compulsory acquisition to acquire the remaining shares of Cogent. Consequently, Cogent became a wholly-owned subsidiary of the Company.

Details of the consideration paid, the fair value amounts of identifiable assets acquired and liabilities assumed, and the effects on the cash flows of the Group, at the acquisition date, are as follows:

	Group	
	Q1 2019 S\$'000	Q1 2018 S\$'000
(a) Purchase consideration		
Cash paid	-	468,070
Fair value of deferred consideration	-	19,474
Consideration transferred for the business	-	487,544
(b) Effect on cash flows of the Group		
Cash paid (as above)	-	468,070
Less: cash and cash equivalents in subsidiaries acquired	-	(58,973)
Add: Bank balances pledged	-	1,209
Cash out flow on acquisition	-	410,306
(c) Identifiable assets acquired and liabilities assumed, at provisional fair values		
Cash and cash equivalents	-	58,973
Property, plant and equipment	-	494,730
Intangible assets	-	37,772
Deferred expenditure	-	1,507
Inventories	-	30
Trade and other receivables	-	22,070
Total assets	-	615,082
Trade and other payables	-	41,546
Provisions	-	2,144
Borrowings	-	121,357
Current income tax liabilities	-	6,204
Deferred tax liabilities	-	55,027
Total liabilities	-	226,278
Total identifiable net assets	-	388,804
Less: Non-controlling interest	-	(249)
Add: Goodwill	-	98,989
Consideration transferred for the business	-	487,544
Amount reflected as other payables	-	(19,474)
Cash paid	-	468,070

- 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.

	Share capital S\$'000	Other reserves S\$'000	Retained earnings S\$'000	Non- controlling interests S\$'000	Total S\$'000
The Group					
At 1 January 2019	270,608	35,995	223,015	1,482	531,100
Total comprehensive (loss)/income for the period	-	(257)	2,905	40	2,688
Non-controlling interest share of increase in registered capital of a subsidiary	-	-	-	406	406
Dividend declared by a subsidiary to a minority shareholder of a subsidiary	-	-	-	(150)	(150)
At 31 March 2019	270,608	35,738	225,920	1,778	534,044
At 1 January 2018	270,608	34,555	210,038	1,421	516,622
Total comprehensive (loss)/income for the period	-	(1,336)	2,828	47	1,539
Acquisition of a subsidiary	-	-	-	249	249
At 31 March 2018	270,608	33,219	212,866	1,717	518,410

	Share capital S\$'000	Other reserves S\$'000	Retained earnings S\$'000	Non- controlling interests S\$'000	Total S\$'000
The Company					
At 1 January 2019	270,608	45,105	206,430	-	522,143
Total comprehensive loss for the period	-	-	(626)	-	(626)
At 31 March 2019	270,608	45,105	205,804	-	521,517
At 1 January 2018	270,608	45,105	200,204	-	515,917
Total comprehensive loss for the period	-	-	(1,422)	-	(1,422)
At 31 March 2018	270,608	45,105	198,782	-	514,495

- 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 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.**

There was no change in the issued and paid-up capital of the Company since the previous period reported on.

- 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.**

As at 31 March 2019, share capital of the Company comprised 2,239,244,954 ordinary shares (31 December 2018: 2,239,244,954).

- 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.**

The Company does not have any treasury 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 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.**

Except as disclosed in Paragraph 5 below, the Group has adopted the same accounting policies and method of computation in the financial statements for the current financial period as compared with the audited financial statements for the financial year ended 31 December 2018.

- 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 adopted the new/revised Singapore Financial Reporting Standards (International) (SFRS(I)s) that are effective for annual periods beginning on or after 1 January 2019. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective SFRS(I)s, SFRS(I) Interpretations and amendments to SFRS(I)s.

The following are the new or amended SFRS(I)s, and SFRS(I) Interpretations, that are relevant to the Group:

- SFRS(I) 16 *Leases*
- SFRS(I) INT 23 *Uncertainty over Income Tax Treatments*
- Amendments to SFRS(I) 9 *Prepayment Features with Negative Compensation*
- Amendments to SFRS(I) 1-28 *Long-term Interests in Associates and Joint Ventures*
- Amendments to SFRS(I) 3 *Business Combinations*
- Amendments to SFRS(I) 1-23 *Borrowing costs eligible for capitalization*

The adoption of these SFRS(I)s, amendments and interpretations of SFRS(I)s did not have any significant impact on the financial statements of the Group except for the following:

Adoption of SFRS(I) 16 *Leases*

SFRS(I) 16 is effective for financial years beginning on or after 1 January 2019. The Group has applied for the simplified transition approach and will not restate comparative amounts for the year prior to first adoption.

SFRS(I) 16 will result in almost all leases being recognised on the balance sheet, as the distinction between operating and finance leases is removed. Under the new standard, an asset (the right to use the leased item) and a financial liability to pay rentals are recognised. The only exceptions are short-term and low-value leases. The accounting for lessors will not change significantly.

Right-of-use assets are measured using the cost model and are carried at cost less accumulated depreciation and accumulated impairment loss, if any, subsequent to initial recognition. The carrying amount for lease liabilities subsequent to initial recognition would take into account interest on the lease liabilities, lease payments made and any reassessment or lease modifications.

The adoption of SFRS(I) 16 resulted in adjustments to the balance sheet of the Group as at 1 January 2019. The differences from the balance sheet as previously reported as at 31 December 2018 are as follows:

Group Balance Sheet	1 January 2019 S\$'000
Increase in right-of-use assets	95,078
Decrease in deferred expenditure	(2,212)
Increase in lease liabilities	(92,866)

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	
	Q1 2019	Q1 2018
(i) Based on the weighted average number of ordinary shares on issue (cents per share)	0.13	0.13
Weighted average number of ordinary shares('000)	2,239,245	2,239,245
(ii) On a fully diluted basis (cents per share)	0.13	0.13
Adjusted weighted average number of ordinary shares ('000)	2,239,245	2,239,245

NOTES:

Basic earnings per ordinary share is calculated by dividing the net profit attributable to the equity holders of the Company over the weighted average number of ordinary shares outstanding during the financial period.

There are no dilutive potential ordinary shares outstanding.

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 period reported on and (b) immediately preceding financial year.**

	Group		Company	
	31/03/2019	31/12/2018	31/03/2019	31/12/2018
Net asset value per ordinary share (cents)	23.77	23.65	23.29	23.32

The net asset value per ordinary share is calculated based on the total number of issued shares of 2,239,244,954 (2018: 2,239,244,954).

8. **A review of the performance of the group, to the extent necessary for a reasonable understanding of the group's business. The review must discuss 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. It must also discuss 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 recorded net profit attributable to equity holders of \$2.9 million on turnover of \$39.0 million for Q1 2019.

Turnover

	Group		
	Q1 2019 S\$'000	Q1 2018 S\$'000	Change %
Logistics	27,647	26,962	3
Shipping	4,139	3,641	14
Property management	4,842	5,412	(11)
Ship repair and marine engineering	2,386	4,633	(48)
	39,014	40,648	(4)

The Group achieved a turnover of \$39.0 million which was 4% lower than that achieved in Q1 2018 mainly due to lower revenue from ship repair and marine engineering activities.

Logistics activities accounted for about 71% of the Group's turnover in Q1 2019 as compared to 66% in Q1 2018. Turnover from logistics activities increased by 3% to \$27.6 million mainly due to higher revenue from transportation and warehousing management services, partially offset by lower revenue from container depot management services.

Turnover from shipping activities increased by 14% from \$3.6 million to \$4.1 million mainly due to revenue contribution from an additional bulk carrier that the Group had chartered in during Q1 2019. The charter rates in Q1 2019 were lower than the charter rates received in Q1 2018. The Baltic Dry Index (BDI), a measure of shipping costs for commodities, averaged 798 points in Q1 2019, a decline of 32% from the average of 1175 points in Q1 2018.

Turnover from property management decreased by 11% to \$4.8 million mainly due to lower rental income.

Turnover from ship repair and marine engineering decreased by 48% mainly due to less ship repair jobs in Q1 2019 as compared to Q1 2018.

Profitability

Gross profit decreased by 12% from \$10.1 million in Q1 2018 to \$8.9 million in Q1 2019 due to lower turnover and higher operating costs.

Other gains and losses comprised mainly foreign exchange gain and gain on disposal of property, plant and equipment. Other gains and losses decreased by \$1.0 million or 35% lower as compared to Q1 2018 mainly due to lower foreign exchange gain, partially offset by gain on disposal of property, plant and equipment in Q1 2019.

Administrative expenses decreased by 16% to \$5.4 million in Q1 2019 as compared to \$6.5 million in Q1 2018 mainly due to lower professional fees incurred for acquisitions.

Finance costs decreased by \$1.4 million to \$2.2 million mainly due to lower average bank borrowings in Q1 2019, partially offset by an increase in interest on lease liabilities as a result of the recognition of lease liabilities following the adoption of SFRS(I) 16 as disclosed in paragraph 5.

Share of profit of an associated company of \$0.5 million was contributed by the Group's 40% shareholdings in PT. Ocean Global Shipping Logistics. The share of profit was lower by \$0.1 million than Q1 2018 mainly due to foreign exchange loss in Q1 2019 as compared to foreign exchange gain in Q1 2018.

Overall, net profit attributable to equity holders was \$2.9 million.

Balance Sheet

(31 March 2019 vs 31 December 2018)

Group total assets increased by \$88.9 million from \$822.8 million as at 31 December 2018 to \$911.7 million as at 31 March 2019. Non-current assets increased mainly due to the recognition of right-of-use assets arising from the adoption of SFRS(I) 16 and increase in property, plant and equipment.

Group total liabilities increased by \$85.9 million from \$291.7 million as at 31 December 2018 to \$377.6 million as at 31 March 2019 mainly due to the recognition of lease liabilities arising from the adoption of SFRS(I) 16. The lease liabilities of \$87.4 million as at 31 March 2019 were included in the Group's borrowings.

Shareholder's equity increased by \$2.6 million to \$532.3 million as at 31 March 2019. The increase was mainly due to retained profits and a decrease in currency translation reserves for Q1 2019.

Cash Flow

Net cash provided by operating activities for Q1 2019 was \$10.0 million compared to net cash used in operating activities of \$2.8 million in Q1 2018. The improvement in cash provided by operating activities was mainly due to the adoption of SFRS(I) 16 which operating lease payments, previously classified as operating activities, were classified as financing activities in Q1 2019 for the principal and interest portion of the lease liabilities.

Net cash used in investing activities for Q1 2019 was \$3.2 million. This was mainly attributable to cash payments for the deferred consideration for acquisition of Cogent Holdings Limited and purchase of property, plant and equipment, partly offset by proceeds from the disposal of property, plant and equipment.

Net cash used in financing activities for Q1 2019 was \$10.9 million mainly due to repayment of principal and interest on bank borrowings and lease liabilities.

Please refer to Note 1(c) for details on Cash Flow.

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.

Through its wholly-owned subsidiary, Cogent Holdings Limited ("Cogent") and its associates, the Company has established a logistics network in Singapore, Malaysia and Indonesia.

The Group is taking steps to expand its business operations in Malaysia by obtaining a lease of a piece of land in the port area of Port Klang and constructing a warehouse of approximately 300,000 square feet on the land for the Group's operations. The Company is also currently in negotiation with a party in Malaysia with the view of a potential co-operation with that party, which may involve the proposed acquisition of certain logistics businesses, or the collaboration of a logistics partnership business in Malaysia. The Group will also collaborate with other COSCO SHIPPING companies in Malaysia to achieve further synergies for its Malaysian businesses. The Group has not entered into any definitive agreement for any of the foregoing plans and will make further announcements as and when there are material developments in any of the plans.

The Company aims to expand its logistics network in South and Southeast Asia through acquisitions and investments and continues to explore potential targets to acquire and seek investment opportunities, taking into consideration the targets' business scale and scope, historical performance, growth potential and synergy with the Group's operations.

The Company's ultimate holding company, China COSCO Shipping Corporation Limited, has a well-established logistics business network throughout the People's Republic of China ("PRC"), which the Company will be able to leverage on this existing logistics business platform to potentially develop new business opportunities in the logistics sector in South and Southeast Asia, taking advantage of the "Belt and Road Initiative" formulated by the PRC Government in 2013. The Company will also be able to offer end-to-end services to its customers with logistical needs in Singapore and Malaysia, thereby increasing the Company's competitive edge in relation to its global competitors and entrenching its customers.

With respect to the Group's shipping business, the Company's subsidiary, COSCO Singapore Pte Ltd, currently has a total of 3 vessels with a total tonnage of 163,000 tons and with an average age of 13.3 years. In the first quarter of 2019, the international dry bulk shipping market showed a decline over the same period in 2018. The Baltic Dry Index averaged 798 points in the first quarter of 2019, a decline of 32% from the average of 1175 points in the first quarter of 2018, with the highest point for the quarter being 1282 and the lowest point being 595.

Moving forward as one team, the Group is expected to create overall synergy by engaging in cross sales and business optimization with its related companies. This will also help the Group to achieve economies of scale and scope.

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

(c) Date payable

Not applicable.

(d) Books closure date

Not applicable.

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

No interim dividend has been declared/recommended by the Directors in Q1 2019.

13. Interested Person Transactions

Pursuant to Rule 907 of the Listing Manual, the following interested person transactions were entered into during the financial period:

Name of interested person	Aggregate value of all interested person transaction during the financial period under review (excluding transactions less than \$100,000 and transactions conducted under shareholders' mandate pursuant to Rule 920)	Aggregate value of all interested person transactions conducted under shareholders' mandate pursuant to Rule 920 (excluding transactions less than \$100,000)
	S\$'000	S\$'000
<u>Between Subsidiaries and:</u>		
China Marine & Seamen Service Shanghai Corporation	-	515
Cosco (Qidong) Offshore Co., Ltd	-	350
Cosco (Shanghai) Shipyard Co., Ltd	-	217
Cosco Petroleum Pte Ltd	-	316
Cosco Shipping (Hong Kong) Insurance Brokers Limited	-	129
Cosco Shipping (South East Asia) Pte Ltd	-	274
Cosco Shipping Lines (Singapore) Pte Ltd	-	143
Cosco Shipping Seafarer Management Co., Ltd.	-	678
Cosco Shipping Specialized Carriers Co., Ltd	-	445
	-	
Total	-	3,067

	As at 31/03/2019	As at 31/12/2018
	S\$'000	S\$'000
Loan from a fellow subsidiary, Cosco Shipping (South East Asia) Pte Ltd	38,000	38,000

14. CONFIRMATION THAT THE ISSUER HAS PROCURED UNDERTAKINGS FROM ALL ITS DIRECTORS AND EXECUTIVE OFFICERS (IN THE FORMAT SET OUT IN APPENDIX 7.7) UNDER RULE 720(1)

The Company confirms that it has procured undertakings from all its directors and executive offices in the format set out in Appendix 7.7 under Rule 720(1) of the Listing Manual.

BY ORDER OF THE BOARD

Mr Gu Jing Song
Vice Chairman and President
14/5/2019

CONFIRMATION BY THE BOARD

We hereby confirm on behalf of the directors of the company that, to the best of our knowledge, nothing has come to the attention of the board of directors of the company which may render the financial period ended 31 March 2019 financial results to be false or misleading.

On behalf of the directors

Mr Gu Jing Song
Vice Chairman and President

Mr Li Xi Bei
Director

14/5/2019