



COSCO SHIPPING INTERNATIONAL (SINGAPORE) CO., LTD.

(Company Registration Number: 196100159G)
(Incorporated in the Republic of Singapore)

COSCO SHIPPING International (Singapore) Announces Major Expansion with Phase 2 of Jurong Island Logistics Hub: A Step Forward in Capability, Efficiency and Sustainability

COSCO SHIPPING International (Singapore) Co., Ltd. (Company or Group), a leader in integrated logistics solutions, is pleased to announce the launch of Phase 2 of the Cogent Jurong Island Logistics Hub (JILH) developed through its wholly owned subsidiary, Cogent Holdings Pte. Ltd (Cogent). This expansion will enhance the hub's operational capacity, further strengthening the Company's position in the logistics sector, as well as aligning with Singapore's green and low-carbon transformation goals.

Cogent Jurong Island Logistics Hub: An Overview of Excellence

Jurong Island is a critical hub for Singapore's petrochemical and chemical industries, hosting numerous large-scale oil refineries and complexes. JILH was developed by Cogent to meet the specialized logistics needs of these industries. Strategically located near the Jurong Island Terminal (JIT), the hub reduces the carbon footprint of logistics operations by providing a more sustainable alternative to traditional land transportation.

Phase 1: A Testament to Success

Completed in 2021, Phase 1 of JILH covers 3.5 hectares of land with approximately 87,500 square meters of corresponding built-up area. JILH Phase 1 features advanced facilities, including:

- 1) **Specialized Storage:** Equipped for handling of Dangerous Goods (DG) and general cargo, ensuring compliance with safety standards.
- 2) **Drumming Services:** JILH Phase 1 offers drumming services, allowing repackaging of materials from ISO-Tanks into drums or Intermediate Bulk Containers (IBC), adding value beyond conventional warehousing.
- 3) **Laden Container Yard:** Semi-automated overhead cranes manage containers up to 9 containers high, optimizing storage. The yard has a capacity of over 1,000 TEUs (Twenty-foot Equivalent Unit).
- 4) **ISO-Tank Cleaning Facility:** Ensures thorough cleaning of ISO-Tanks to serve the chemical industry needs with a full-fledged cleaning facility with heating capabilities.
- 5) **Empty Container Depot:** Utilizes a patented design that includes an empty container depot on the rooftop, reducing the need for additional trips to external container depots, significantly enhancing operational efficiency.

Rising Demand for Regional Logistics Solutions

Within three months of occupancy, the first phase of the JILH reached full utilization of its 500,000 square feet of warehousing space, maintaining a 90% inventory level. This success outlined the urgent need for more logistics capacity on Jurong Island, which is a major petrochemical hub. The continuous demand for advanced logistics solutions from large petrochemical complexes on the island highlighted the necessity of expanding JILH to enhance service capabilities and manage increasing volumes.

Phase 2: A Strategic Expansion

In view of the resounding success of the first phase of the JILH, the Company is currently in discussion with EDB and JTC for a Phase 2 Expansion. Phase 2 of the JILH is a strategic expansion, which comprises 2.5 hectares of land with approximately 62,500 square meters of corresponding built-up area, capable of nearly doubling the hub's capacity. Beyond increasing physical space, this expansion focuses on integrating advanced technologies and optimizing operational synergy and efficiency.

Key Features of Phase 2:

- 1) **Facility Extension:** The new phase will extend the existing structure, utilizing shared infrastructure like a ground-to-roof ramp and enhancing design efficiency to maximize warehouse space. Phase 2 is slated to nearly double the current operational scale.
- 2) **Double-Volume Warehouse and Automation:** A double-volume warehouse will allow higher stacking, and automation technologies like Automated Guided Vehicles (AGVs) will be integrated to optimize operations, addressing labour challenges, and improving cost-effectiveness. The potential revenue per Gross Floor Area will be significantly boosted.
- 3) **Enhanced Container Depot:** Phase 2 will continue using Cogent's patented rooftop container depot design, reducing the need for external trips and streamlining operations. Its proximity to the Jurong Island Terminal (JIT) will further facilitate efficient container management, cutting down on transportation time and costs.

These enhancements will enable the Company to better serve existing and new customers across various industries, including petrochemical, chemical, and manufacturing sectors, while supporting sustainability goals.

Benefits for COSCO SHIPPING International (Singapore) and Singapore's Green Transformation

The expansion of the JILH in Phase 2 brings significant benefits for the Company and aligns with Singapore's vision for a green and low-carbon logistics sector.

Green Logistics Initiatives:

- 1) **Reduced Carbon Footprint:** By supporting the Jurong Island Terminal's (JIT) barging services, the Company significantly reduces the carbon footprint of its logistics operations. Deploying barging containers instead of traditional road transport reduces significantly travel distance and time, contributing to environmental sustainability.
- 2) **Efficient Container Management:** The rooftop empty container depot model, continued in Phase 2, enhances container handling efficiency, reducing the need for additional transport and minimizing external depot congestion. This model improves overall operational flow and reduces potential delays.
- 3) **Automation and Digitalization:** Integrating automation and digitalization in Phase 2 will enhance operational efficiency and provide opportunities for the workforce to develop advanced skills, ensuring the Company remains competitive and future ready.

Outlook and Strategic Goals

The expansion aligns with the Company's strategic goals of enhancing operational capabilities, supporting sustainability initiatives, and delivering value to its customers.

Key Strategic Goals:

- 1) **Enhanced Operational Capacity:** Upon completion of Phase 2, the increased capacity of JILH will enable the Company to meet the growing demand for logistics services on Jurong Island. The expanded facilities and advanced technologies will enhance the company's ability to support the requirements of its diverse customer base.
- 2) **Leadership in Sustainability:** By adopting green logistics practices and integrating automation technologies, the Company will strengthen its position as a leader in sustainable logistics. The company is also committed to reducing its carbon footprint and promoting environmental stewardship.

The launch of Phase 2 at the Jurong Island Logistics Hub is a crucial milestone for the Company. It will enable the Company to grow and succeed in the logistics sector by expanding its capabilities and adopting sustainable practices. This move will enhance the Company's service offerings and solidify its role as a major player in Singapore's logistics industry, contributing to the country's green transformation and shaping the future of logistics on Jurong Island and beyond.

For other inquiries, please contact:

Tan Guan Lin
Investor Relations Executive
COSCO SHIPPING International (Singapore) Co., Ltd.
Phone: (+65) 6885 0891
Email: tangl@coscoshipping.com.sg

About COSCO SHIPPING International (Singapore):

COSCO SHIPPING International (Singapore) Co., Ltd. aims to become the best-integrated logistics service provider in South and Southeast Asia. The Company is also involved in dry bulk shipping, ship repair and marine engineering, as well as property management.