



Unaudited Financial Statement And Dividend Announcement for the Second Quarter and First Half Ended 31 December 2008

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.

1(a)(i) Income Statement for the second quarter and first half ended 31 December 2008

	Group					
	USD'000		%	USD'000		%
	2nd quarter ended 31 December 2008	2nd quarter ended 31 December 2007	Change	1st half ended 31 December 2008	1st half ended 31 December 2007	Change
Revenue	3,030	10,712	(71.7)	8,534	14,513	(41.2)
Vessel management expenses	(557)	(541)	3.0	(1,283)	(1,067)	20.2
Loss on other financial assets at fair value through profit and loss	(782)	(1,978)	(60.5)	(10,327)	(2,021)	nm
Impairment in value of available-for-sale investments	(600)	-	nm	(1,626)	-	nm
Employee benefits expense	(439)	(1,929)	(77.2)	(615)	(2,143)	(71.3)
Other expenses	(370)	(703)	(47.4)	(726)	(1,067)	(32.0)
Depreciation and amortization	(85)	(75)	13.3	(170)	(156)	9.0
Finance cost	(159)	-	nm	(159)	(113)	40.7
Share of results of associated companies	(619)	505	nm	(710)	1,304	nm
Other gains and losses (note 1(a)(ii))	(30,201)	2,375	nm	(33,996)	2,855	nm
(Loss) profit before income tax	(30,782)	8,366	nm	(41,078)	12,105	nm
Income tax	(15)	(210)	(92.9)	(32)	(227)	(85.9)
(Loss) profit for the period	(30,797)	8,156	nm	(41,110)	11,878	nm
Attributable to:						
Equity holders of the Company	(30,797)	8,150	nm	(41,110)	11,865	nm
Minority interests	-	6	nm	-	13	nm
	(30,797)	8,156	nm	(41,110)	11,878	nm

1(a)(ii) Profit for the period included the following items:

	Group					
	USD'000		%	USD'000		%
	2nd quarter ended 31 December 2008	2nd quarter ended 31 December 2007	Change	1st half ended 31 December 2008	1st half ended 31 December 2007	Change
Change in fair value of held-for-trading investments	(2,960)	(168)	nm	(5,286)	(191)	nm
Loss on disposal of a subsidiary	-	-	nm	(1,159)	-	nm
Gain (loss) on disposal of plant and equipment	30	-	nm	30	(16)	nm
Foreign exchange adjustment (loss) gain	(1,719)	1,595	nm	(2,390)	2,114	nm
(Loss) gain on disposal of available-for-sale investments	(893)	948	nm	(596)	948	nm
Loss on disposal of other financial assets at fair value through profit and loss	(25,485)	-	nm	(25,485)	-	nm
Other income-derecognition of intangible asset	826	-	nm	826	-	nm
Reversal of allowance for doubtful debts	-	-	nm	64	-	nm
Other gains and losses	(30,201)	2,375	nm	(33,996)	2,855	nm

nm - not meaningful

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	
	31/12/2008 USD'000	30/6/2008 USD'000	31/12/2008 USD'000	30/6/2008 USD'000
Current Assets				
Cash and bank balances	12,586	14,796	2,184	2,675
Trade receivables	28	1,119	-	-
Other receivables and prepayments	7,432	9,023	862	1,379
Held-for-trading investments	15,104	19,624	-	-
Due from subsidiary companies	-	-	116,722	72,004
Inventory-land held for development	8,573	8,573	-	-
Non-current assets classified as held for sale	-	1,953	-	-
Total Current Assets	43,723	55,088	119,768	76,058
Non-current Assets				
Property, plant and equipment	34,260	6,413	96	120
Intangible asset	-	5,512	-	-
Subsidiary companies	-	-	13,994	13,994
Associated companies	1,137	1,847	-	-
Available-for-sale investments	107,326	202,515	83,638	166,526
Other financial assets at fair value through profit and loss	24,185	32,969	14,374	19,923
Total Non-current Assets	166,908	249,256	112,102	200,563
Total Assets	210,631	304,344	231,870	276,621
Current Liabilities				
Loans	36,041	-	34,254	-
Trade payables	7,969	9,810	7,172	8,797
Other payables	1,108	1,396	347	371
Due to subsidiary companies	-	-	3,646	2,997
Income tax payable	924	1,144	837	1,013
Liabilities directly associated with non-current assets classified as held for sale	-	7	-	-
Total Current Liabilities	46,042	12,357	46,256	13,178
Capital, Reserves and Minority Interests				
Share capital	168,814	168,814	168,814	168,814
Reserves	(34,923)	46,634	(11,042)	59,886
Accumulated profits	30,695	76,214	27,842	34,743
Equity attributable to equity holders of the company	164,586	291,662	185,614	263,443
Minority Interests	3	325	-	-
Total Equity	164,589	291,987	185,614	263,443
Total Liabilities and Equity	210,631	304,344	231,870	276,621

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

(a) **Amount repayable in one year or less, or on demand**

As at 31/12/08 USD'000		As at 30/6/08 USD'000	
Secured	Unsecured	Secured	Unsecured
36,041,322	-	-	-

(b) **Amount repayable after one year**

As at 31/12/08 USD'000		As at 30/6/08 USD'000	
Secured	Unsecured	Secured	Unsecured
-	-	-	-

(c) **Details of any collateral**

Not applicable.

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

	2nd quarter ended 31 December 2008	2nd quarter ended 31 December 2007	1st half ended 31 December 2008	1st half ended 31 December 2007
	USD'000	USD'000	USD'000	USD'000
Cash flows from operating activities				
Profit before income tax and results of associated companies	(30,163)	7,861	(40,368)	10,801
Adjustments for:				
Depreciation and amortisation expense	85	75	170	156
Dividend income	(2,812)	(7,090)	(4,454)	(8,422)
Interest income	-	(1,180)	(2,018)	(2,295)
Interest expense	-	-	-	113
(Gain) loss on disposal of plant and equipment	(30)	-	(30)	16
(Gain) on derecognition of intangible asset	(826)	-	(826)	-
Loss on disposal of a subsidiary company	-	1,159	1,159	-
Reversal of allowance for doubtful debts (net)	-	-	(64)	-
Loss (gain) on disposal of available-for-sale investments (net)	893	(948)	596	(948)
Impairment in value of available-for-sale	600	-	1,626	-
Fair value adjustment of other financial assets at fair value through profit and loss	782	2,143	10,327	2,021
Operating profit before movements in working capital	(31,471)	861	(33,882)	1,442
Held-for-trading investments	1,411	3,949	1,874	4,688
Receivables	4,925	(1,801)	2,746	47,192
Payables	(33)	1,736	(2,134)	(528)
Cash (used in) generated from operations	(25,168)	4,745	(31,396)	52,794
Interest paid	-	-	-	(113)
Interest received	-	1,180	2,018	2,295
Dividend received-other investments	2,812	7,090	4,454	8,422
Income tax (paid) refund	(245)	(71)	(247)	(20)
Net cash (used in) from operating activities	(22,601)	12,944	(25,171)	63,378
Cash flows from investing activities				
Purchase of property, plant and equipment	(27,830)	(312)	(27,830)	(322)
Proceeds from disposal of plant and equipment	30	-	30	76
Net cash inflow on disposal of a subsidiary companies	-	-	1,849	-
Purchase of available-for-sale investments	-	(27,588)	(67)	(40,101)
Purchase of other financial assets at fair value through profit and loss	-	(12,726)	(1,912)	(12,943)
Proceeds from disposal of available-for-sale investments	2,633	11,448	13,987	11,448
Proceeds from derecognition of intangible asset	6,338	-	6,338	-
Net cash (used in) from investing activities	(18,829)	(29,178)	(7,605)	(41,842)
Cash flows from financing activities				
Share repurchase	(81)	(11,293)	(1,119)	(11,293)
Dividends paid to the shareholders of the Company	(3,290)	(7,505)	(3,290)	(7,505)
Dividends paid to minority shareholders of subsidiary company	-	(1)	-	(1)
Proceeds from loans	36,041	-	36,041	25,771
Repayment of loans	-	-	-	(33,151)
Net cash used in financing activities	32,670	(18,799)	31,632	(26,179)
Net effect of exchange rate changes in consolidation	(1,666)	1	(1,746)	3
Net (decrease) increase in cash and cash equivalent	(10,426)	(35,032)	(2,890)	(4,646)
Cash and cash equivalent at beginning of period (Note A)	23,012	62,379	15,476	31,993
Cash and cash equivalent at end of period	12,586	27,347	12,586	27,347
A. Cash and cash equivalent at beginning of period:				
Cash and bank balances			15,476	
Less: Classified as held for sale			(680)	
Net cash and bank balances			<u>14,796</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.**

THE GROUP

Consolidated statement of changes in equity for the period ended 31 December 2008

	Share capital	Exchange fluctuation reserve	Investment revaluation reserve	Accumulated Profits	Attributable to equity holders of company	Minority Interests	Total
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2008	168,814	(1,697)	48,331	76,214	291,662	325	291,987
Decrease in fair value of available - for-sale investments	-	-	(40,891)	-	(40,891)	-	(40,891)
Currency translation reserve	-	(185)	-	-	(185)	-	(185)
Net expense recognised directly in equity	-	(185)	(40,891)	-	(41,076)	-	(41,076)
Transfer to profit on sale of :							
Available-for-sale investments	-	-	(86)	-	(86)	-	(86)
A subsidiary company	-	2,243	-	-	2,243	(322)	1,921
Net loss for the period	-	-	-	(10,313)	(10,313)	-	(10,313)
Total recognised income and expense for the period	-	2,058	(40,977)	(10,313)	(49,232)	(322)	(49,554)
Repurchase of shares	-	-	-	(1,038)	(1,038)	-	(1,038)
Balance at 30 September 2008	168,814	361	7,354	64,863	241,392	3	241,395
Decrease in fair value of available- for-sale investments	-	-	(40,966)	-	(40,966)	-	(40,966)
Currency translation reserve	-	(1,672)	-	-	(1,672)	-	(1,672)
Net expense recognised directly in equity	-	(1,672)	(40,966)	-	(42,638)	-	(42,638)
Net loss for the period	-	-	-	(30,797)	(30,797)	-	(30,797)
Total recognised income and expense for the period	-	(1,672)	(40,966)	(30,797)	(73,435)	-	(73,435)
Payment of dividends	-	-	-	(3,290)	(3,290)	-	(3,290)
Repurchase of shares	-	-	-	(81)	(81)	-	(81)
Balance at 31 December 2008	168,814	(1,311)	(33,612)	30,695	164,586	3	164,589

THE GROUP
Consolidated statement of changes in equity for the period ended 31 December 2007

	Share capital	Exchange fluctuation reserve	Investment revaluation reserve	Accumulated Profits	Attributable to equity holders of company	Minority Interests	Total
	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2007	168,814	(1,905)	101,303	88,079	356,291	328	356,619
Increase in fair value of available- for-sale investments	-	-	19,610	-	19,610	-	19,610
Currency translation reserve	-	49	-	-	49	(5)	44
Net income recognised directly in equity	-	49	19,610	-	19,659	(5)	19,654
Net profit for the period	-	-	-	3,715	3,715	7	3,722
Total recognised income and expense for the period	-	49	19,610	3,715	23,374	2	23,376
Balance at 30 September 2007	168,814	(1,856)	120,913	91,794	379,665	330	379,995
Decrease in fair value of available- for-sale investments	-	-	(5,138)	-	(5,138)	-	(5,138)
Currency translation reserve	-	60	-	-	60	(8)	52
Net income recognised directly in equity	-	60	(5,138)	-	(5,078)	(8)	(5,086)
Transfer to profit on sale of available-for-sale investments	-	-	(3,658)	-	(3,658)	-	(3,658)
Net profit for the period	-	-	-	8,150	8,150	6	8,156
Total recognised income and expense for the period	-	60	(8,796)	8,150	(586)	(2)	(588)
Payment of dividends	-	-	-	(7,505)	(7,505)	-	(7,505)
Repurchase of shares	-	-	-	(11,293)	(11,293)	-	(11,293)
Balance at 31 December 2007	168,814	(1,796)	112,117	81,146	360,281	328	360,609

THE COMPANY

Statement of changes in equity for the period ended 31 December 2008

	Share capital	Investment revaluation reserve	Accumulated Profits	Total
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2008	168,814	59,886	34,743	263,443
Decrease in fair value of available-for-sale investments	-	(32,969)	-	(32,969)
Net expense recognised directly in equity	-	(32,969)	-	(32,969)
Net loss for the period	-	-	(1,459)	(1,459)
Total recognised income and expense for the period	-	(32,969)	(1,459)	(34,428)
Repurchase of shares	-	-	(1,038)	(1,038)
Balance at 30 September 2008	168,814	26,917	32,246	227,977
Decrease in fair value of available-for-sale investments	-	(37,959)	-	(37,959)
Net expense recognised directly in equity	-	(37,959)	-	(37,959)
Net loss for the period	-	-	(1,033)	(1,033)
Total recognised income and expense for the period	-	(37,959)	(1,033)	(38,992)
Payment of dividends	-	-	(3,290)	(3,290)
Repurchase of shares	-	-	(81)	(81)
Balance at 31 December 2008	168,814	(11,042)	27,842	185,614

THE COMPANY

Statement of changes in equity for the period ended 31 December 2007

	Share capital	Investment revaluation reserve	Accumulated Profits	Total
	USD'000	USD'000	USD'000	USD'000
Balance at 1 July 2007	168,814	98,359	46,087	313,260
Increase in fair value of available-for-sale investments	-	19,067	-	19,067
Net income recognised directly in equity	-	19,067	-	19,067
Net profit for the period	-	-	1,298	1,298
Total recognised income and expense for the period	-	19,067	1,298	20,365
Balance at 30 September 2007	168,814	117,426	47,385	333,625
Decrease in fair value of available-for-sale investments	-	(14,295)	-	(14,295)
Net expense recognised directly in equity	-	(14,295)	-	(14,295)
Transfer to profit on sale of available-for-sale investments	-	(62)	-	(62)
Net profit for the period	-	-	7,670	7,670
Total recognised income and expense for the period	-	(14,357)	7,670	(6,687)
Payment of dividends	-	-	(7,505)	(7,505)
Repurchase of shares	-	-	(11,293)	(11,293)
Balance at 31 December 2007	168,814	103,069	36,257	308,140

- 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 immediate preceding financial year.**

During the second quarter ended 31 December 2008, the Company repurchased a total of 389,000 ordinary shares, pursuant to the Share Repurchase Mandate approved at the Extraordinary General Meeting on 29 October 2007. The shares were repurchased by way of market acquisitions at prices ranging from S\$0.295 to S\$0.305 per share and the total consideration paid was S\$117,071.49 (including transaction costs). The share repurchases were made out of the Company's profits and cancelled.

As at 31 December 2008, the Company's issued and paid up capital comprised 1,004,884,450 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 by the auditors.

- 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 applied the same accounting policies and methods of computation in the financial statements for the current reporting period compared with the audited financial statements for the year ended 30 June 2008.

The Group has adopted the recent amendments to FRS39. Financial instruments that qualify to be reclassified from held-for-trading investments have been transferred to available-for-sale investments.

- 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 Figures			
		2nd quarter ended 31 December 2008	2nd quarter ended 31 December 2007	1st half ended 31 December 2008	1st half ended 31 December 2007
Earnings per ordinary share for the period based on profit attributable to shareholders after deducting any provision for preference dividends:-					
(i)	Based on weighted average number of ordinary shares on issue USD cents	(3.06) cents	0.76 cents	(4.09) cents	1.10 cents
(ii)	On a fully diluted basis USD cents	(3.06) cents	0.76 cents	(4.09) cents	1.10 cents

Group basic and fully diluted earnings per ordinary share for the second quarter and first half ended 31 December 2008 are calculated based on the weighted average number of ordinary shares in issue during the period of 1,004,893,000 shares (2007: 1,071,133,000) and 1,005,185,000 shares (2007: 1,078,004,000) after accounting for shares repurchased during the periods.

Note: Group basic earnings per share is the same as the fully diluted earnings per share as the Group did not have any potential dilutive ordinary shares outstanding as at 31 December 2007 and 2008.

7 **Net asset value (for the issuer and the group) per ordinary share based on issued share capital of the issuer at the end of the (a) current financial period reported on and (b) immediately preceding financial year.**

Net asset value per ordinary share based on existing issued share capital as at the end of the period reported on

		31 December 2008	30 June 2008
The Group	USD cents	16.38	28.90
The Company	USD cents	18.47	26.11

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.**

For the first half ended 31 December 2008 ("1H09"), the group recorded revenue of USD 8.534 million and net loss after tax of USD 41.110 million. Revenue in the previous corresponding period ended 31 December 2007 ("1H08"), was higher at USD 14.513 million and net profit at USD 11.878 million. Earnings per share in 1H09 and 1H08 were USD (4.09) cents and USD 1.10 cents respectively, mainly due to mark to market valuation of investments and loss on disposal of other financial assets at fair value through profit and loss. The loss for 1H09 was USD 25.485 million.

Revenue

Group revenue was lower in 1H09 compare to 1H08. Group revenue fell from USD 14.513 million to USD 8.534 million. This was largely attributed by lower income received from investments despite increase activities in vessel management.

Other gains and losses

For the six months ended 31 December 2008, other losses were USD 33.996 million compared to the previous corresponding period of other gains of USD 2.855 million. These differences were due to loss on disposal of other financial assets at fair value through profit and loss. The losses amounted to USD 25.485 million.

Share of results of associated companies

As previously announced, the group had invested in two (2) associates carrying on the business of marine logistics and trading of bulk aggregates in the Middle East.

In 1H09, the marine logistics associate accounted for a share of loss of USD0.710 million as compared to a share of profit of USD 1.304 million in 1H08. This is mainly due to decrease in revenue earned and higher operating costs incurred.

The associate carrying on the business of trading has yet to commence operations.

Financial and cash flow position

The group's property, plant and equipment increased by 434% to USD 34.260 million. This is mainly due to purchase of land for new property development in Perth, Western Australia. To finance this project, the group has taken up loans of USD 36.041 million in 1H09. Correspondingly, the finance cost increased from USD 0.113 million to USD 0.159 million. As a result of these loans, working capital is negative, however gearing (Debt to Equity ratio) remains low at 0.22. Trade receivables reduced from USD 1.119 million to USD 0.028 million due to collection received from associated company. Intangible asset was fully amortised during 1H09 on realisation of full amount on compensation rights.

As at 31 December 2008, the group had cash and bank balances of USD 12.586 million. Lower income from investment activities and realized losses from disposal of certain structured products contributed to decrease in net cash inflow. Group shareholders' funds decreased from USD 291.662 million to USD 164.586 million. Net asset value per share reduced to USD 16.38 cents from USD 28.90 cents. This was mainly due to the reduction in mark to market fair valuation of available for sale investments held by the group.

- 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 global economic crisis is ongoing and has yet to show signs of recovery. As a result of this, the investment climate remains a challenging one. The group's performance for the third quarter FY 2009 and the next 12 months may continue to be affected in these volatile and uncertain times. The Board of directors will continue to exercise prudence when making new investments.

Saved as disclosed herein, there are no material factors or events which may affect the earnings of the group between this date up to which the report refers and the date on which the report was issued.

- 11 **Dividend**

(a) 2nd Quarter ended 31 December 2008

Any dividend declared for the current financial period reported on? No

(b) 2nd Quarter ended 31 December 2007

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

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per Share(SGD cents)	0.5 cents
Tax Rate	Tax-exempt (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.**

No interim dividend has been recommended for the period ended 31 December 2008.

- 13 **Negative assurance confirmation by the Board pursuant to Rule 705 (4) of the Manual Listing**

The Board of Directors of the Company hereby confirm to the best of their knowledge that nothing has come to the attention of the Board of Directors of the Company which may render the financial results for the second quarter and first half ended 31 December 2008 to be false or misleading in any material respect.

BY ORDER OF THE BOARD

Valerie Tan
Company Secretary
13 February 2009