COSCO CORPORATION (SINGAPORE) LIMITED
(Company Registration no:- 196100159G)

Unaudited Third Quarter Financial Statement Announcement for the Period Ended 30 September 2010

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					
	S$'000		%	S$'000		%
	Q3 2010	Q3 2009	Change	YTD 2010	YTD 2009	Change
Turnover	952,716	752,003	27	2,750,203	2,184,945	26
Cost of sales	(837,094)	(671,531)	25	(2,435,266)	(1,917,759)	27
Gross profit	115,622	80,472	44	314,937	267,186	18
Other income (net) [1]	40,436	28,325	43	128,302	72,744	76
Expenses						
- Distribution	(10,869)	(7,008)	55	(35,570)	(32,616)	9
- Administrative	(37,934)	(51,832)	(27)	(113,266)	(116,072)	(2)
- Finance (Interest)	(10,149)	(11,589)	(12)	(33,695)	(35,963)	(6)
Share of profit/(loss) of associated companies [2]	47	64	(27)	(146)	186	NM
Profit before income tax [3]	97,153	38,432	153	260,562	155,465	68
Income tax expense [4]	(16,410)	(12,442)	32	(42,126)	(38,572)	9
Net profit	80,743	25,990	211	218,436	116,893	87
Attributable to:						
Equity holders of the Company	**55,126**	**22,283**	**147**	**155,219**	**92,462**	**68**
Non-controlling interests	25,617	3,707	591	63,217	24,431	159
Net profit	80,743	25,990	211	218,436	116,893	87
Earnings per share for profit attributable to the equity holders of the Company (expressed in cents per share)						
- basic	2.46	1.00	146	6.93	4.13	68
- diluted	2.46	1.00	146	6.93	4.13	68

(ii) Breakdown and Explanatory Notes to Consolidated Income Statement

[1] Other income (net) comprises the following:

	Q3 2010	Q3 2009	Change	YTD 2010	YTD 2009	Change
	S$'000	S$'000	%	S$'000	S$'000	%
Sale of scrap materials	24,219	17,685	37	64,223	49,915	29
Net (loss)/gain on disposal of property, plant and equipment	(232)	(130)	78	817	(173)	NM
Dividend income	-	8	NM	-	307	NM
Interest income from deposits	3,652	6,228	(41)	10,510	27,530	(62)
Currency exchange gain/(loss) - net	2,085	(4,979)	NM	27,755	14,303	94
Net fair value gain/(loss) on forward currency contracts	1,130	6,585	(83)	4,700	(30,362)	NM
Compensation received from customers	7,909	-	NM	9,207	4,040	128
Government grants	459	381	20	3,116	1,357	130
Sundry income	1,214	2,547	(52)	7,974	5,827	37
	40,436	28,325	43	128,302	72,744	76

NM denotes not meaningful.

[2] Share of profit of associated companies is after tax.

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

	Q3 2010	Q3 2009	Change	YTD 2010	YTD 2009	Change
	S$'000	S$'000	%	S$'000	S$'000	%
Interest on borrowings	(10,149)	(11,589)	(12)	(33,695)	(35,963)	(6)
Depreciation and amortisation	(41,143)	(38,620)	7	(123,253)	(112,778)	9
Net Reversal of/(Allowance for) impairment of trade and other receivables	6,921	(433)	NM	14,169	25,904	(45)
Reversal of/(Allowance for) inventory write-down	754	(6)	NM	1,014	579	75
Write-off for property, plant and equipment	(29)	(22)	32	(101)	(40)	153
Expected losses recognised on construction contracts	(27,607)	(8,883)	211	(42,419)	(8,883)	378

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

	Q3 2010	Q3 2009	Change	YTD 2010	YTD 2009	Change
	S$'000	S$'000	%	S$'000	S$'000	%
Income tax	127	(1,744)	NM	5,962	(1,035)	NM
Deferred tax	-	(497)	(100)	11	(497)	NM

(iii) Consolidated Statement of Comprehensive Income

	Group					
	S$'000		%	S$'000		%
	Q3 2010	Q3 2009	Change	YTD 2010	YTD 2009	Change
Net Profit	80,743	25,990	211	218,436	116,893	87
Other comprehensive loss:						
Financial assets, available-for-sale						
- Net fair value losses	(15)	-	NM	(256)	-	NM
Currency translation differences arising from consolidation	(76,982)	(35,848)	115	(74,699)	(23,440)	219
Total comprehensive income/(loss) for the period	3,746	(9,858)	NM	143,481	93,453	54
Total comprehensive income/(loss) attributable to:						
Equity holders of the Company	**5,217**	**(868)**	NM	**105,703**	**78,213**	35
Non-controlling interests	(1,471)	(8,990)	NM	37,778	15,240	148
Total comprehensive income/(loss) for the period	3,746	(9,858)	NM	143,481	93,453	54

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	
	S$'000	S$'000	S$'000	S$'000
	30/09/2010	31/12/2009	30/09/2010	31/12/2009
Current assets				
Cash and cash equivalents	1,130,460	1,549,175	102,943	134,511
Forward currency contracts	-	944	-	-
Trade and other receivables	1,851,146	1,452,240	19,273	236
Inventories	600,182	677,568	-	-
Construction contract work-in-progress	114,803	199,385	-	-
Other current assets	9,471	6,573	401	220
	3,706,062	3,885,885	122,617	134,967
Non-current assets				
Trade and other receivables	-	-	60,216	64,285
Financial assets, available-for-sale	3,508	4,034	-	-
Club memberships	546	492	156	156
Investments in associated companies	1,379	1,922	-	-
Investments in subsidiaries	-	-	290,813	290,813

Investment properties	14,808	11,786	-	-
Property, plant and equipment	2,226,186	2,349,098	683	775
Intangible assets	9,480	9,525	-	-
Deferred expenditure	1,034	1,061	-	-
Deferred income tax assets	180,507	158,523	-	-
	2,437,448	2,536,441	351,868	356,029
Total assets	6,143,510	6,422,326	474,485	490,996
Current liabilities				
Forward currency contracts	8,373	14,448	-	-
Trade and other payables	3,136,600	3,559,006	15,885	16,767
Current income tax liabilities	73,901	84,136	1,417	549
Borrowings	623,404	176,262	-	-
Provision for other liabilities	48,457	36,436	-	-
	3,890,735	3,870,288	17,302	17,316
Non-current liabilities				
Borrowings	564,183	938,946	-	-
Deferred income tax liabilities	3,633	2,400	3,467	2,198
	567,816	941,346	3,467	2,198
Total liabilities	4,458,551	4,811,634	20,769	19,514
Net assets	1,684,959	1,610,692	453,716	471,482
Shareholders' equity				
Share capital	270,608	270,608	270,608	270,608
Statutory and other reserves	122,100	174,030	45,105	45,105
Retained earnings	729,860	639,404	138,003	155,769
Shareholders' equity	1,122,568	1,084,042	453,716	471,482
Non-controlling interests	562,391	526,650	-	-
Total equity	1,684,959	1,610,692	453,716	471,482

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

Amount repayable in one year or less, or on demand

As at 30/09/2010		As at 31/12/2009	
Secured	**Unsecured**	**Secured**	**Unsecured**
48,514,000	574,890,000	7,261,000	169,001,000

Amount repayable after one year

As at 30/09/2010		As at 31/12/2009	
Secured	**Unsecured**	**Secured**	**Unsecured**
10,688,000	553,495,000	17,454,000	921,492,000

Details of any collateral

The collaterals for secured borrowings include the group's cash, trade receivables, vessels and motor vehicles with net book value totalling $118,158,000 (2009: $80,741,000).

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 S$'000	
	Q3 2010	**Q3 2009**
Cash flows from operating activities		
Net profit	80,743	25,990
Adjustments for:		
Income tax expense	16,410	12,442
Depreciation of property, plant and equipment and investment properties	41,143	38,620
Net (Reversal of)/Allowance for impairment of trade and other receivables	(6,921)	433
(Reversal of)/Allowance for inventory write-down	(754)	6
Net fair value gain on forward currency contracts	(1,130)	(6,585)
Negative goodwill written off	-	(15)
Write-off for property, plant and equipment	29	22
Net loss on disposal of property, plant and equipment	232	130
Expected losses recognised on construction contracts	27,607	8,883
Share of profit from associated companies	(47)	(64)
Dividend income	-	(8)
Interest expense (financing)	10,149	11,589
Interest income (investing)	(3,652)	(6,228)
	163,809	85,215
Changes in working capital:		
Inventories and construction contract work-in-progress	(14,160)	108,878
Trade and other receivables	(146,136)	(154,918)
Trade and other payables	(51,707)	(319,044)
Other current assets	2,600	(1,057)
Provision for other liabilities	4,095	(942)
Exchange differences	57,395	44,018
Cash generated from/(used in) operations	15,896	(237,850)
Income tax paid	(7,547)	(7,535)
Net cash provided by /(used in) operating activities	8,349	(245,385)
Cash flows from investing activities		
Proceeds from disposal of property, plant and equipment	1,400	7,551
Purchase of property, plant and equipment	(52,400)	(109,985)
Dividend received	-	311
Interest received	2,759	3,043
Net cash used in investing activities	(48,241)	(99,080)
Cash flows from financing activities		
Proceeds from borrowings	273,741	1,932
Repayment of borrowings	(392,361)	(1,959)
Repayment of finance lease liabilities	(5)	(5)
Decrease in cash collateral	178	700
Proceeds from non-controlling interests for increase in registered capital of a subsidiary	-	4,756

Interest paid	(10,187)	(11,548)
Dividends paid to non-controlling interests of subsidiaries	(610)	(7,766)
Net cash used in financing activities	(129,244)	(13,890)
Net decrease in cash and cash equivalents	(169,136)	(358,355)
Cash and cash equivalents at the beginning of the financial period	1,370,177	1,870,306
Effects of currency translation on cash and cash equivalents	(73,941)	(44,532)
Cash and cash equivalents at the end of the financial period	1,127,100	1,467,419
Cash and cash equivalents represented by:		
Cash at bank and on hand	321,614	444,430
Short-term bank deposits	808,846	1,026,738
Less: Bank deposits pledged	(3,360)	(3,749)
	1,127,100	1,467,419

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$'000	Statutory and other reserves S$'000	Retained earnings S$'000	Non-controlling interests S$'000	Total S$'000
The Group					
Balance at 1 July 2010	270,608	172,814	673,929	564,734	1,682,085
Total comprehensive income/(loss) for the period	-	(49,909)	55,126	(1,471)	3,746
Dividend declared by subsidiaries to non-controlling interests of subsidiaries	-	-	-	(872)	(872)
Transfer from asset revaluation reserve to retained earnings	-	(805)	805	-	-
At 30 September 2010	270,608	122,100	729,860	562,391	1,684,959
1 July 2009	270,608	178,436	620,734	496,097	1,565,875
Total comprehensive (loss)/income for the period	-	(23,151)	22,283	(8,990)	(9,858)
Non-controlling interests share of increase in registered capital of a subsidiary	-	-	-	4,756	4,756
Decrease in non-controlling interests of a subsidiary	-	-	-	(15)	(15)
Transfer from asset revaluation reserve to retained earnings	-	(805)	805	-	-
At 30 September 2009	270,608	154,480	643,822	491,848	1,560,758
The Company					
At 1 July 2010	270,608	45,105	147,210	-	462,923
Total comprehensive loss	-	-	(9,207)	-	(9,207)
At 30 September 2010	270,608	45,105	138,003	-	453,716

At 1 July 2009	270,608	45,105	165,756	-	481,469
Total comprehensive loss	-	-	(5,450)	-	(5,450)
At 30 September 2009	270,608	45,105	160,306	-	476,019

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.

During Q3 2010, 1,650,000 share options granted under the Cosco Group Employees' Share Option Scheme 2002 ("Scheme 2002") were lapsed.

The outstanding share options under the Scheme 2002 as at 30 September 2010 were 32,750,000 (30 September 2009: 35,670,000).

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 30 September 2010, share capital of the Company comprised 2,239,244,954 ordinary shares (31 December 2009: 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 statement for the current financial period as compared with the audited financial statements for the financial year ended 31 December 2009.

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.

On 1 January 2010, the Group and the Company adopted the following new/revised Financial Reporting Standards ("FRS") which are effective for annual periods beginning on or after 1 July 2009.

The following are the new or amended FRS that are relevant to the Group:

(i) Amendments to FRS 39 Financial Instruments: Recognition and Measurement – Eligible Hedged Items
(ii) FRS 27 (Revised) Consolidated and Separate Financial Statements
(iii) FRS 103 (Revised) Business Combinations

The adoption of the above FRS did not result in any substantial change to the Group's accounting policies nor any significant impact on the financial statements.

On 1 January 2010, the estimated useful life of motor vessels was changed from 15 years to 20 years as it reflects more fairly the estimated useful life of these assets. The change in accounting estimate has been applied prospectively subsequent to that date. Accordingly, the adoption of the change in accounting estimate has no effect in prior years. The net book value of property, plant and equipment as at 30 September 2010 and the profit before income tax for the period ended 30 September 2010 had been increased by the same amount of approximately $9,883,000 by way of a decrease in depreciation charge for the period as a result of such change.

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			
	Q3 2010	**Q3 2009**	**YTD 2010**	**YTD 2009**
(i) Based on the weighted average number of ordinary shares on issue (cents per share)	2.46	1.00	6.93	4.13
Weighted average number of ordinary shares('000)	2,239,245	2,239,245	2,239,245	2,239,245
(ii) On a fully diluted basis (cents per share)	2.46	1.00	6.93	4.13
Adjusted weighted average number of ordinary shares ('000)	2,239,899	2,239,259	2,239,704	2,239,245

NOTES:

The earnings per ordinary share is calculated by dividing the consolidated profit attributable to the equity holders of the Company over the weighted average number of ordinary shares in issue during the financial period.

The fully diluted earnings per share is arrived at after taking into consideration the potential ordinary shares arising from the exercise of outstanding share options which would dilute the basic earnings per share. For Q3 2009 and YTD 2009, the outstanding share options do not have any dilutive effect on the earnings per share as the exercise prices for the outstanding share options were higher than the average market price during the Q3 2009 and YTD 2009.

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	
	30/09/2010	**31/12/2009**	**30/09/2010**	**31/12/2009**
Net asset value per ordinary share (cents)	50.13	48.41	20.26	21.06

The number of ordinary shares outstanding for the computation of net asset value per ordinary share is 2,239,244,954 (2009: 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 fianacial period reported on.

Overview

In Q3 2010, the Group achieved a 147.4% jump in net profit attributable to equity holders of the Company to $55.1 million on turnover rise of 26.7% to $952.7 million in Q3 2010 despite another challenging quarter for the industry. For the nine months ended 30 September 2010, Group net profit attributable to equity holders of the Company climbed 67.9% to $155.2 million on turnover rise of 25.9% to $2.75 billion.

Turnover

Group turnover increased 26.7% to $952.7 million in Q3 2010 from $752.0 million in Q3 2009. This was on the back of higher revenue recognition for the Group's ship building and offshore marine engineering projects and higher dry bulk shipping revenue.

The Group recorded a 27.4% rise in ship building and marine engineering turnover to $918.7 million in Q3 2010 on progressive completions of projects. COSCO Zhoushan shipyard, COSCO Dalian shipyard and Cosco Guangdong shipyard delivered 2 bulk carriers each in Q3 2010, totaling 6 bulk carrier deliveries for the Group as a whole during the quarter.

Turnover from dry bulk shipping business increased 13.7% to $30.4 million in Q3 2010 due to higher charter rates strategically secured at the point of charter renewals. The Baltic Dry Index (BDI), which is a measure of shipping costs for commodities, started the quarter at 2,351 points on 1st July 2010 and ended the quarter at 2,446 points on 30 September 2010 after hitting the highest level in the quarter of 2,995 points on 10 September 2010 with the average BDI for Q3 2010 at 2,353 points.

Shipyard business remained the biggest revenue contributor, forming 96.4 % of Group turnover in Q3 2010.

Profitability

Gross profit jumped 43.7% to $115.6 million in Q3 2010 due to higher dry bulk charter rates and higher profit contributions from ship building and marine engineering projects on the back of higher turnover and greater efficiencies.

Other income comprised gain from the sale of scrap metal, interest income, currency exchange gain and net fair value gain/loss on forward currency contracts. Other income increased 42.8% to $40.4 million in Q3 2010 mainly due to higher sales value of scrap materials and higher net currency exchange gain.

Distribution costs rose 55.1% in line with the expanding business volume and rising cost environment. The 26.8% decrease in administrative costs to $37.9 million was mainly due to net reversal of impairment of trade and other receivables of $6.9 million in Q3 2010 as compared to an allowance for impairment of $0.4 million in Q3 2009.

Interest expense decreased 12.4% to $10.1 million in Q3 2010 due to lower interest rates.

The increase in income tax expense by 31.9% to $16.4 million was due to more taxable earnings from shipyard operations in the People's Republic of China ("PRC").

Overall, net profit attributable to equity holders of the Company soared 147.4% from $22.3 million in Q3 2009 to $55.1 million in Q3 2010 supported by higher profit contributions from dry bulk shipping and shipyard operations. Compared to the first nine months of 2009, net profit attributable to equity holders of the Company increased 67.9% from $92.5 million to $155.2 million for the first nine months of 2010.

Balance Sheet and Cash Flow
(30 September 2010 vs 31 December 2009)

Cash and cash equivalent decreased from $1.5 billion to $1.1 billion mainly due to cash used for operating activities and purchase of new plant and equipment. Please refer to note 1(c) Cash Flow Statement for more details.

The increase in trade and other receivables from $1.5 billion to $1.9 billion was mainly due to the increase in advances paid to suppliers (from $679.2 million to $988.9 million).

Property, plant and equipment fell from $2.3 billion to $2.2 billion despite facility expansions of the major shipyards in COSCO Shipyard Group Co Ltd ("CSG") mainly due to depreciation.

The decrease in trade and other payables from $3.6 billion to $3.1 billion was mainly due to the decrease in advances received from customers (from $1.8 billion to $1.2 billion).

Total borrowings remained relatively stable at approximately $1.1 to $1.2 billion level.

Shareholder's equity increased $38.5 million mainly due to the increase in retained earnings.

9. Where a forecast, or a prospect statement, has been previously disclosed to shareholders, any variance between it and the actual results.

The Group's results for Q3 2010 are in line with the commentary made in paragraph 10 of the Group's Second Quarter Financial Statement Announcement released on 02 August 2010.

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.

As at 30 September 2010, the Group's order book stood at US$6.1 billion with progressive deliveries up to 1st quarter 2013 which will keep the Group's shipyards busy. This order book is subject to revision from any cancelation of orders or new orders that may arise. On 15 June 2010, COSCO Dalian shipyard and COSCO Guangdong shipyard signed 11 contracts and 4 letters of intent totaling over US$440 million in value with 4 European ship owners to build 15 units of bulk carriers - 4 of

82,000 dwt each and 11 of 57,000 dwt each. The effectiveness of these contracts is dependent on certain conditions including the receipt of the initial deposits from ship owners. As at 3 November 2010, 9 of these shipbuilding contracts totaling over US$250 million have become effective.

With the successful deliveries of 6 more vessels in Q3 2010, the Group had delivered a total of 24 bulk carriers in the first nine months of 2010 – 6 by COSCO Guangdong shipyard, 9 by COSCO Dalian shipyard and 9 by COSCO Zhoushan shipyard. Also notably, COSCO Nantong shipyard delivered 1 jack-up rig, "SUPER M2", in June 2010. The Group will continue to focus on deliveries while it upgrades its shipyard capabilities to improve operational efficiency and productivity.

The Group maintains a cautious outlook for the rest of 2010 as the world economy remains fragile and recovery uneven. The International Monetary Fund (IMF) reported in its latest World Economic Outlook report dated 6 September 2010 that global growth will slow more sharply than expected in 2011 as advanced economies cut their budgets amid the continuing sovereign-debt crisis. The IMF predicts that the world economy, led by emerging market and developing countries, will grow by 4.8% this year before growth slows down to 4.2% in 2010, but a sharper global slowdown is unlikely. Increasing unemployment remains a major economic and social challenge. The IMF warned that the financial sector, which remains the Achilles heel of recovery prospects for private demand, is still vulnerable to shocks and growth appears to be slowing as policy stimulus wanes. The head of IMF also cautioned on 6 October 2010 of the risks any currency war would pose to global recovery.

China's pace of economic growth is expected to fall slightly in 2011 to 9.6% from 10.5% expansion this year as new restrictive economic policies are being used to curb inflation and the over-heating of the property market. The gradual appreciation of the Yuan against the United States Dollar (USD), after the recent loosening of the Yuan's peg to the USD in June 2010, rising interest rates in China, and a potential rise in general Chinese labor wages as influenced by labor shortages and unrests in some manufacturing enterprises in China may together exert pressure on the operating margins of the Group's shipyard operations.

The BDI ended the quarter at 2,446 points with the average for the first nine months in 2010 at 2,885 points which represents a 22.1% YoY growth over the 2,363 points average for the corresponding period in 2009. Any rebound in BDI may remain subdued in view of the abundant supply of new ships inundating the global market with a reported fleet growth of 15% YoY for bulk carriers for the first nine months in 2010.

The Group will continue to leverage on the strength of its diversified business to remain competitive and to consolidate its strategic position in the industry.

Barring any unforeseen circumstances, the Group expects earnings in 2010 to be better than 2009.

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/recommended, a statement to that effect.

No interim dividend has been declared/recommended for Q3 2010.

13. Interested Person Transactions

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

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	
		Q3 2010	YTD 2010
Between Subsidiaries and:			
Chimbusco (S) Pte Ltd		536	536
Chimbusco Dalian Branch		1,742	8,631
Chimbusco Guangzhou Branch		2,372	5,452
Chimbusco Lianyungang Branch		250	535
Chimbusco Zhoushan Branch		2,592	5,441
Cosbulk International Trading Co., Ltd		408	818
Cosco (Cayman) Mercury Co., Ltd		-	132
Cosco (HK) Shipping Co., Ltd		545	3,857
Cosco Bulk Carrier Co., Ltd		3,594	11,332
Cosco Bulk Carrier Holdings (Cayman) Limited		1,165	13,997
Cosco Container Lines Co., Ltd		1,948	6,741
Cosco Finance Co., Ltd		246,527	455,839
Cosco International Trade Ltd		-	102
Cosco Nantong Steel Co., Ltd		1,633	7,210
Cosco Shanghai Ship Management Co., Ltd		692	4,817
Cosco Shipping Co., Ltd		139	139
Dalian Ocean Shipping Company		345	1,313
Dalian Yuan Chang Shipping Co., Ltd		349	549
Guangzhou Ocean Shipping Company		7,178	27,820
Nantong Chimbusco Marine Bunker		244	915
Nantong Cosco Ship Equipment Company		1,914	5,785
Nantong Yuantong Container Warehouse and Transportation Co., Ltd		172	172

Qingdao Manning Co-operation Ltd		573	1,739
Qingdao Ocean Shipping Company		-	1,628
Shanghai Cosco-Shokuyu Shipping Company		-	124
Shanghai Ocean Crew Co., Ltd		1,685	4,025
Shanghai Ocean International Trading Co., Ltd		-	267
Shanghai Ocean Shipping Company		1,439	4,324
Shenzhen Ocean Shipping Company		697	697
Tianjin Yuanhua Shipping Co., Ltd		383	383
Tosco Keymax International Ship Management Co., Ltd		150	150
Xiamen Ocean Shipping Company		313	542
YuanTong Marine Service Co.		102	102
Total	Nil	279,687	576,114

	As at 30/09/2010	**As at 31/12/2009**
	S$'000	S$'000
Balances placed with a fellow subsidiary, Cosco Finance Co., Ltd :		
- Cash at bank	118,299	168,493
- Short-term bank deposits	511,410	616,031
	629,709	784,524

BY ORDER OF THE BOARD

Mr Jiang Li Jun
Vice Chairman and President
3/11/2010

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 third quarter 2010 financial results to be false or misleading.

On behalf of the directors

Mr Jiang Li Jun Vice Chairman and President	Mr Tom Yee Lat Shing Director

3/11/2010