



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

Unaudited Third Quarter Financial Statement Announcement for the Period Ended 30 September 2007

**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) Income Statement

	Group					
	S\$'000		%	S\$'000		%
	Q3 2007	Q3 2006		YTD 2007	YTD 2006	
Turnover	546,995	317,772	72	1,415,122	850,713	66
Cost of sales	(363,719)	(214,560)	70	(987,157)	(579,714)	70
Gross profit	183,276	103,212	78	427,965	270,999	58
Other gains, net						
- Miscellaneous [1]	21,423	13,263	62	76,102	35,061	117
- Exceptional gains	-	19,213	NM	-	25,202	NM
Expenses						
- Distribution	(19,865)	(8,362)	138	(46,821)	(23,922)	96
- Administrative	(38,315)	(26,041)	47	(97,662)	(65,156)	50
- Interest	(2,601)	(4,589)	(43)	(9,540)	(13,171)	(28)
- Other operating expenses	(62)	(89)	(30)	(129)	(277)	(53)
Share of profit of associated companies	158	143	10	444	432	3
Profit before income tax	144,014	96,750	49	350,359	229,168	53
Income tax expense [2]	(3,786)	(3,898)	(3)	(28,092)	(13,473)	109
Profit for the financial period	140,228	92,852	51	322,267	215,695	49
Attributable to:						
Equity holders of the Company	97,748	71,483	37	220,083	160,068	37
Minority interests	42,480	21,369	99	102,184	55,627	84
Net profit	140,228	92,852	51	322,267	215,695	49
Earnings per share for profit attributable to the equity holders of the Company (expressed in cents per						

share)						
- basic	4.37	3.23	35	9.87	7.26	36
- diluted	4.33	3.22	34	9.84	7.24	36

(ii) Breakdown and Explanatory Notes to Income Statement

	Group					
	S\$'000		%	S\$'000		%
	Q3 2007	Q3 2006	Change	YTD 2007	YTD 2006	Change
Profit before tax is arrived at after (charging)/crediting:						
Investment Income	588	2	29,300	588	2	29,300
Other income including interest income	20,935	13,755	52	69,677	37,861	84
Interest on borrowings	(2,601)	(4,589)	(43)	(9,540)	(13,171)	(28)
Depreciation and amortisation (Allowance) / Write-back for impairment of receivables and bad debts written off	(24,032)	(15,017)	60	(59,596)	(46,946)	27
	-	(21)	NM	4	(108)	NM
Net loss on disposal of property, plant and equipment	(1,631)	-	NM	(1,861)	-	NM
Property, plant and equipment written off	(62)	(68)	(9)	(133)	(169)	(21)
Gain on dilution of interest in a subsidiary	-	-	-	1,610	-	NM
Gain on disposal of financial assets, available-for-sale	1	-	NM	7	-	NM
Foreign exchange gain/(loss)	1,530	(494)	(410)	6,081	(2,802)	(317)
The Group's exceptional gain comprises the following:						
Net gain on disposal of property, plant and equipment	-	19,213	NM	-	25,202	NM
Adjustment for over provision of tax in respect of prior years:						
Income tax	3,923	3,899	1	3,920	7,467	(48)

NOTES:

NM denotes not meaningful.

[1] Other miscellaneous gains include sale of scrap metal, interest income, fair value gain on forward currency contracts, gain on disposal of financial assets, gain on dilution of interest in a subsidiary and foreign exchange differences.

[2] Effective income tax rate is lower than statutory income tax rate as the shipping income is tax exempt under Approved International Shipping scheme.

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
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
Current assets				
Cash and cash equivalents [1]	467,526	277,868	108,706	25,687
Forward currency contracts [2]	7,421	472	-	-
Trade and other receivables [1]	646,401	267,229	901	9,415
Inventories [1]	460,494	201,557	-	-
Trading property	800	800	-	-
	1,582,642	747,926	109,607	35,102
Non-current assets				
Forward currency contracts [2]	1,155	45	-	-
Trade and other receivables	-	-	67,951	70,361
Financial assets, available for sale	2,098	2,208	-	-
Club memberships	409	412	175	175
Investments in associated companies	2,254	2,227	-	400
Investments in subsidiaries	-	-	284,399	256,259
Investment properties	11,449	11,350	-	-
Property, plant and equipment	1,379,535	1,110,179	959	582
Intangible assets	9,304	9,319	-	-
	1,406,204	1,135,740	353,484	327,777
Total assets	2,988,846	1,883,666	463,091	362,879
Current liabilities				
Trade and other payables [1, 3]	1,589,841	529,707	6,920	5,846
Current income tax liabilities	11,327	11,891	237	293
Borrowings [4]	59,736	128,246	-	-
Provision for other liabilities and charges	5,324	6,309	-	-
	1,666,228	676,153	7,157	6,139
Non-current liabilities				
Borrowings [4]	167,007	283,806	-	-
Provision for other liabilities and charges	67	3,571	68	76
Deferred income tax liabilities	189	189	-	-
	167,263	287,566	68	76
Total liabilities	1,833,491	963,719	7,225	6,215

Net assets	1,155,355	919,947	455,866	356,664
Equity				
Capital and reserves attributable to the shareholders of the Company				
Share capital	266,250	239,947	266,250	239,947
Revaluation and other reserves	69,676	70,855	21,218	11,931
Retained earnings	492,780	359,256	168,398	104,786
Capital and reserves attributable to equity holders of the Company	828,706	670,058	455,866	356,664
Minority interests	326,649	249,889	-	-
Total equity	1,155,355	919,947	455,866	356,664

NOTES:

- [1] The increases in Cash and cash equivalents, Trade and other receivables, Inventories and Trade and other payables of the Group are mainly due to the increase in volume of ship repair, ship building and marine engineering business.
- [2] This relates to fair value gains recognised on outstanding forward currency contracts.
- [3] Trade and other payables include advance received from customers which has increased due to more orders secured for the ship repair, ship building and marine engineering business.
- [4] The decrease in Borrowings of the Group is due to the repayment of bank loans from cash generated from operating activities.

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

Amount repayable in one year or less, or on demand

As at 30/09/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
49,334,000	10,402,000	18,627,000	109,619,000

Amount repayable after one year

As at 30/09/2007		As at 31/12/2006	
Secured	Unsecured	Secured	Unsecured
75,986,000	91,021,000	124,205,000	159,601,000

Details of any collateral

Collaterals for secured borrowings are the group's leasehold land and buildings, motor vessels and motor vehicles with net book values totalling \$220,773,000 (2006: \$255,481,000).

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 2007	Q3 2006
<u>Cash flow from operating activities</u>		
Profit before tax	144,014	96,750
Adjustments for:		
Share of profit from associated companies	(158)	(143)
Depreciation	24,032	15,017
Employees share option expense	3,335	1,444
Fair value loss/(gain) on forward currency contracts	404	(126)
Net loss/(gain) on disposal of property, plant and equipment	1,631	(19,213)
Property, plant and equipment written off	62	68
Gain on disposal of financial assets, available for sale	(1)	-
Interest expense (financing)	2,601	4,589
Interest income (investing)	(3,665)	(1,363)
Operating cash flow before working capital changes	172,255	97,023
Changes in operating assets and liabilities:		
Inventories	(193,060)	(64,375)
Trade and other receivables	(162,241)	(32,973)
Trade and other payables	422,542	37,750
Exchange differences	(6,783)	3,254
Cash generated from operations	232,713	40,679
Income tax paid	(12,726)	(2,741)
Net cash provided by operating activities	219,987	37,938
<u>Cash flows from investing activities</u>		
Proceeds from liquidation of an associated company	3	-
Proceeds from disposal of property, plant and equipment	1,330	40,708
Proceeds from disposal of financial assets, available for sale	1	-
Purchase of property, plant and equipment	(99,672)	(68,255)
Interest received	3,590	1,332
Net cash used in investing activities	(94,748)	(26,215)
<u>Cash flows from financing activities</u>		
Repayment of borrowings	(107,487)	(13,790)
Proceeds from borrowings	1,000	24,144
Repayment of finance lease liabilities	(9)	(10)
Decrease/(Increase) in pledged deposits	384	(2,109)
Dividends paid to shareholders of the Company	-	-
Dividends paid to minority shareholders of subsidiaries	(13,431)	(124)
Proceeds from minority shareholders for increase in registered share capital of subsidiary	-	14,261
Proceeds from issuance of ordinary shares	1,709	1,845

Interest paid	(3,630)	(4,667)
Net cash (used in)/provided by financing activities	(121,464)	19,550
Net increase in cash and cash equivalents held	3,775	31,273
Cash and cash equivalents at the beginning of the financial period	459,342	196,213
Cash and cash equivalents at the end of the financial period	463,117	227,486
Cash and cash equivalents represented by:		
Bank and cash balances	212,373	83,080
Short-term bank deposits	255,153	148,081
Less: Pledged Deposits	(4,409)	(3,675)
	463,117	227,486

- 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	Revaluation and other reserves S\$'000	Retained Earnings S\$'000	Minority Interests S\$'000	Total S\$'000
The Group					
Balance at 1 July 2007	264,541	80,923	394,227	263,057	1,002,748
Currency translation differences	-	(13,777)	-	(5,009)	(18,786)
Net loss recognised directly in equity	-	(13,777)	-	(5,009)	(18,786)
Net profit	-	-	97,748	42,480	140,228
Total recognised (loss)/gains	-	(13,777)	97,748	37,471	121,442
Employee share option scheme:					
- value of employee services	-	3,335	-	-	3,335
- proceeds from shares issued	1,709	-	-	-	1,709
Minority share of increase in registered capital of a subsidiary	-	-	-	27,036	27,036
Dividend declared by subsidiaries to minority shareholders of subsidiaries	-	-	-	(915)	(915)
Transfer from asset revaluation reserve to retained earnings	-	(805)	805	-	-
At 30 September 2007	266,250	69,676	492,780	326,649	1,155,355
Balance at 1 July 2006	238,062	42,747	276,288	199,369	756,466
Currency translation differences	-	5,451	-	3,408	8,859
Net Income recognised directly in equity	-	5,451	-	3,408	8,859

Net profit	-	-	71,483	21,369	92,852
	-	5,451	71,483	24,777	101,711
Total recognised (loss)/gains					
Employee share option scheme:					
- value of employee services	-	1,444	-	-	1,444
- proceeds from shares issued	1,845	-	-	-	1,845
Minority share of increase in registered capital of a subsidiary	-	-	-	46,132	46,132
Dividend paid by subsidiaries to minority shareholders of subsidiaries	-	-	-	(34,053)	(34,053)
Transfer from reserves to retained earnings	-	(808)	808	-	-
Transfer of statutory reserves from retained earnings	-	25	(25)	-	-
At 30 September 2006	239,907	48,859	348,554	236,225	873,545
The Company					
Balance at 1 July 2007	264,541	17,883	176,608	-	459,032
Net profit	-	-	(8,210)	-	(8,210)
Employee share option scheme:					
- value of employee services	-	3,335	-	-	3,335
- proceeds from shares issued	1,709	-	-	-	1,709
At 30 September 2007	266,250	21,218	168,398	-	455,866
Balance at 1 July 2006	238,062	9,043	78,891	-	325,996
Net profit	-	-	31,111	-	31,111
Employee share option scheme:					
- value of employee services	-	1,444	-	-	1,444
- proceeds from shares issued	1,845	-	-	-	1,845
At 30 September 2006	239,907	10,487	110,002	-	360,396

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.

During Q3 2007, the issued and paid-up capital of the Company was increased from \$264,541,432 to \$266,249,782. This was due to the allotment and issue of:

- 1,050,000 ordinary shares at \$0.807 each from the exercise of option granted in 2005 under the Cosco Group Employees' Share Option Scheme 2002 ("Scheme"); and
- 700,000 ordinary shares at \$1.23 each from the exercise of option granted in 2006 under the Scheme.

The outstanding share options under the Cosco Group Employees' Share Option Scheme as at 30 September 2007 were 20,830,000 (2006: 27,760,000).

As at 30 September 2007, share capital of the Company comprised 2,237,174,954 ordinary shares (2006: 2,213,974,954).

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 2006.

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 2007, the Group adopted the new or amended Financial Reporting Standards (FRS) and Interpretations to FRS ("INT FRS") that are mandatory for application from that date. Changes to the Group's accounting policies have been made as required, in accordance with the transitional provisions in the respective FRS and INT FRS.

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

Amendments to FRS 1, Presentation of Financial Statements – Capital Disclosures
FRS 40, Investment Property
FRS 107, Financial Instruments: Disclosures
INT FRS 110, Interim Financial Reporting and Impairment

The adoption of the above FRS or INT FRS did not result in any substantial changes to the Group's accounting policies nor any significant impact on these financial statements, except for the adoption of FRS 40, of which the effects are disclosed below:

**Effect of changes to the financial statements
FRS 40, Investment Property**

**Group
Increase/(Decrease)
S\$'000**

**Consolidated Balance Sheet items
as at 30 September 2007**

Investment Property	11,449
Property, plant and equipment	(11,449)

**Consolidated Balance Sheet items
as at 31 December 2006**

Investment Property	11,350
Property, plant and equipment	(11,350)

There is no effect on income statement for the period ended 30 September 2007 and 30 September 2006 as the Group has elected to adopt the cost model method to measure its investment properties in accordance with the requirements of FRS 16 Property, Plant and Equipment.

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 2007	Q3 2006	YTD 2007	YTD 2006
(i) Based on the weighted average number of ordinary shares on issue (cents)	4.37	3.23	9.87	7.26
Weighted average number of ordinary shares('000)	2,236,995	2,212,965	2,228,824	2,206,202
(ii) On a fully diluted basis (cents)	4.33	3.22	9.84	7.24
Adjusted weighted average number of ordinary shares ('000)	2,256,692	2,219,407	2,236,259	2,209,833

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 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.

**7. Net asset value (for the issuer and 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.**

	Group		Company	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
Net asset value per ordinary share (cents)	37.04	30.26	20.38	16.11

The number of ordinary shares outstanding for the computation of net asset value per ordinary share is 2,237,174,954 (2006: 2,213,974,954).

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.**

Overview

The Group turned in yet another quarter of excellent set of results for the three months ended 30 September 2007. Turnover jumped 72% to \$547.0 million and net profit attributable to equity holders of the Company rose 37% to \$97.7 million in Q3 2007 on strong growth in the ship repair, ship building and marine engineering segments and robust dry bulk shipping performance.

For the nine months ended 30 September 2007, Group turnover and net profit attributable to equity holders of the Company grew 66% and 37% respectively to \$1.4 billion and \$220.1 million. Backed by strong expansion across major revenue segments, turnover and net profit attributable to equity holders of the Company for YTD 2007 already exceeded the \$1.2 billion and \$205.4 million achieved respectively for the whole of FY2006.

Turnover

Group turnover leaped 72% from \$317.8 million in Q3 2006 to \$547.0 million in Q3 2007 propelled by burgeoning ship repair, ship building and marine engineering business and higher dry bulk shipping freight rates.

	Q3 2007		Q3 2006		Change	
	S\$m	%	S\$m	%		%
Ship repair, ship building & marine engineering	487.8	89.2	276.0	86.8		76.7
Dry bulk shipping	53.3	9.7	37.1	11.7		43.7
Shipping agency and others	5.9	1.1	4.7	1.5		25.5
Total	547.0	100.0	317.8	100.0		72.1

Ship repair, ship building and marine engineering turnover grew 76.7% to \$487.8 million in Q3 2007 as the Group continued to undertake higher value conversion and offshore projects. During Q3 2007, the Group undertook and completed more conversion projects.

Dry bulk shipping turnover rose 43.7% from \$37.1 million in Q3 2006 to \$53.3 million in Q3 2007 lifted by firmer Baltic Dry Index despite a smaller fleet size.

Ship repair, ship building and marine engineering business accounted for the bulk of Group turnover with 89.2% contribution in Q3 2007. Dry bulking shipping and shipping agency and others accounted for the remaining 9.7% and 1.1% of Group turnover respectively.

Compared to Q2 2007, turnover registered a sequential growth of \$34.7 million or 6.8% from \$512.3 million in Q2 2007 to \$547.0 million in Q3 2007. Turnover grew 66% from \$850.7 million in YTD 2006 to \$1.4 billion in YTD 2007. This was mainly supported by buoyant ship repair, ship building and marine engineering performance.

Profitability

Gross profit rose 78% from \$103.2 million in Q3 2006 to \$183.3 million in Q3 2007 on the back of higher turnover. Gross profit margin improved from 32.5% in Q3 2006 to 33.5% in Q3 2007.

Miscellaneous gain comprised mainly from the disposal of scrap metal during the period.

There was no exceptional item in Q3 2007 compared with an exceptional gain of \$19.2 million in Q3 2006 arising from the disposal of 3 old vessels in Q3 2006.

Distribution and administrative costs rose in line with the expanding business volume. Interest expense decreased as the Group has less bank borrowings.

Higher income tax expense is due to more taxable earnings derived from ship repair, ship building and marine engineering operations.

Minority interests increased due to higher contributions from a 51%-owned subsidiary, COSCO Shipyard Group ("CSG"), involved in ship repair, ship building and marine engineering operations.

Overall, net profit attributable to equity holders of the Company rose 37% from \$71.5 million in Q3 2006 to \$97.7 million in Q3 2007 backed by strong project flow.

Compared to YTD 2006, net profit attributable to equity holders of the Company rose 37% from \$160.1 million to \$220.1 million in YTD 2007, exceeding the \$205.4 million achieved for the whole of FY2006.

Excluding the effect of the \$19.2 million and \$25.2 million exceptional gain in Q3 2006 and YTD 2006 respectively, net profit attributable to equity holders of the Company would have risen by 86.8% from the adjusted \$52.3 million in Q3 2006 and by 63.2% from the adjusted \$134.9 million in YTD 2006.

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 2007 are in line with the commentary made in paragraph 10 of the Group's Unaudited Second Quarter Financial Statement Announcement released on 31 July 2007.

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.

Having already surpassed the performance for the full-year 2006 with another set of record-breaking results for the 9 months to date, the Group expects its order book to build up over time.

In Q3 2007, the Group secured US\$2 billion of conversion and new building contracts, bringing the total contracts won to US\$4.7 billion in YTD 2007. Out of this, about US\$1.3 billion was for offshore (US\$734 million) and conversion (US\$577 million) projects, while the balance of US\$3.4 billion was

for contracts to build 84 new vessels. In October 2007, CSG won US\$1.34 billion new building contracts to build 29 bulk carriers. The total contracts won to-date stands at US\$6 billion.

As CSG begins its ship building operations in Q3 2007, the Group expects this segment to contribute favourably to its earnings going forward.

To further expand its ship repair capacity, the Group will embark on Zhoushan Shipyard phase III expansion of 1 million square metre of land with 3 new berths and 3 dry docks totaling 1 million dwt docking capacity. Construction of the new facilities will commence in Q1 2008 and targeted for completion in 2H 2010. One 500,000 dwt dry dock capable of docking two VLCC simultaneously is anticipated to be ready by Q3 2008. Phase III expansion, which is expected to be fully completed in 2H 2010, will increase the Group's total docking capacity by 57% from its current 1.73 million dwt to 2.73 million dwt.

In addition to capacity expansion, the Group is also beefing up its talent pool by recruiting locally and from abroad as it continues to strengthen its position in offshore and new shipbuilding fronts.

Barring unforeseen circumstances, the Group expects growth momentum to continue into the rest of 2007.

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 by the Directors in Q3 2007.

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 2007	YTD 2007
<u>Between Subsidiaries and:</u>			
Chimbusco (S) Pte Ltd		624	1,532
Chimbusco Dalian Branch		897	4,521
Chimbusco Guangzhou Branch		353	668
Cosco (Cayman) Mercury Co., Ltd		112	112
Cosco (HK) Shipping Co., Ltd		1,404	14,097
Cosco Bulk Carrier Co., Ltd		8,139	17,485
Cosco Container Lines Co., Ltd		4,078	13,641
Cosco Shanghai Container Shipping Agency Co., Ltd		241	349
Cosco Finance Co., Ltd		-	275
Cosco Nantong Steel Co., Ltd		891	2,153
Cosco Network (Beijing) Ltd		141	1,065
Cosco Shanghai Ship Management Co., Ltd		612	4,802
Cosco Shipping Co., Ltd		-	511
Cosco Wallem Ship Management Co., Ltd		-	3,213
Dalian Ocean Shipping Company		160	2,298
Nantong Chimbusco Marine Bunker		555	1,611
Nantong Cosco Ship Equipment Co.		-	453
Qingdao Manning Co-operation Ltd		460	1,384
Qingdao Ocean Shipping Co.		955	2,189
Shanghai Ocean Crew Co.		870	2,602
Shanghai Ocean Shipping Co.		1,776	5,214
Shanghai Pan-Asia Shipping		126	235
Shenzhen Ocean Shipping Company		1,860	4,391
Tosco Keymas International Ship Management Ltd		3,655	3,655
Xiamen Ocean Shipping Company		527	1,159
	Nil	28,436	89,615

BY ORDER OF THE BOARD

Mr Ji Haisheng
Vice Chairman and President
31/10/2007

CONFIRMATION BY THE BOARD

We, Ji Haisheng and Min Jianguo being two directors of Cosco Corporation (Singapore) Limited (the "Company"), do hereby confirm on behalf of the directors 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 2007 financial results to be false or misleading.

On behalf of the directors

Mr Ji Haisheng
Vice Chairman and President

Mr Min Jianguo
Director

31/10/2007