



**COSCO SHIPPING INTERNATIONAL
(SINGAPORE) CO., LTD.**

(Incorporated in the Republic of Singapore)
(Company Registration no: 196100159G)

Condensed Interim Financial Statements
For the six months ended 30 June 2024



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

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A. Condensed consolidated statement of profit or loss

	Note	Group		Change %
		6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	
Sales	6	82,261	90,174	(9)
Cost of sales		(62,195)	(68,113)	(9)
Gross profit		20,066	22,061	(9)
Other income	7			
- Interest income		605	1,112	(46)
- Others		1,345	652	106
		1,950	1,764	11
Other gains and losses	7	416	102	308
Expenses				
- Distribution		(1,596)	(1,591)	NM
- Administrative				
- Reversal of impairment on financial assets		110	10	1,000
- Others		(12,492)	(12,279)	2
		(12,382)	(12,269)	1
- Finance		(5,874)	(6,964)	(16)
Share of profit of associated companies		2,505	1,253	100
Profit before income tax	7	5,085	4,356	17
Income tax expense	8	(2,308)	(2,056)	12
Profit for the period		2,777	2,300	21
Profit attributable to:				
Equity holders of the Company		2,276	1,959	16
Non-controlling interests		501	341	47
		2,777	2,300	21
Earnings per share for profit attributable to the equity holders of the Company (expressed in cents per share)				
- Basic earnings per share	10	0.10	0.09	11
- Diluted earning per share	10	0.10	0.09	11

NM denotes not meaningful.

B. Condensed consolidated statement of comprehensive income

	Group		
	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	Change %
Profit for the period	2,777	2,300	21
Other comprehensive income/(loss):			
Items that may be reclassified subsequently to profit or loss:			
Currency translation differences arising from consolidation - gains/(losses)	615	(1,645)	NM
Other comprehensive income/(loss), net of tax	615	(1,645)	NM
Total comprehensive income	3,392	655	418
Total comprehensive income attributable to:			
Equity holders of the Company	2,490	314	693
Non-controlling interests	902	341	165
	3,392	655	418

C. Condensed Balance Sheets – Group and Company

	Note	Group		Company	
		30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
Current assets					
Cash and cash equivalents		54,815	66,676	23,613	36,536
Trade and other receivables		49,085	46,814	2,599	118
Inventories		372	402	-	-
Income tax receivables		281	468	-	-
		104,553	114,360	26,212	36,654
Non-current assets					
Trade and other receivables		374	374	6,000	-
Investments in associated companies		63,397	55,510	55,670	49,026
Investments in subsidiaries		-	-	429,046	429,046
Investment properties	12	22,107	22,252	-	-
Property, plant and equipment	13	640,530	651,491	34	36
Intangible assets	14	10,162	12,180	-	-
Deferred tax assets		197	171	-	-
		736,767	741,978	490,750	478,108
Total assets		841,320	856,338	516,962	514,762
Current liabilities					
Trade and other payables		31,376	37,475	34,265	34,759
Current income tax liabilities		4,439	4,092	-	196
Borrowings	15	44,728	25,237	-	-
Provisions		187	802	-	-
		80,730	67,606	34,265	34,955
Non-current liabilities					
Borrowings	15	206,381	236,565	34,069	34,069
Provisions		1,398	1,435	-	-
Deferred income tax liabilities		58,930	59,710	-	-
		266,709	297,710	34,069	34,069
Total liabilities		347,439	365,316	68,334	69,024
Net assets		493,881	491,022	448,628	445,738
Equity					
Share capital	16	270,608	270,608	270,608	270,608
Other reserves		34,764	34,550	45,105	45,105
Retained earnings		184,204	181,928	132,915	130,025
Shareholders' equity		489,576	487,086	448,628	445,738
Non-controlling interests		4,305	3,936	-	-
Total equity		493,881	491,022	448,628	445,738

D. Condensed Statements of Changes in Equity – Group and Company

	Share capital \$'000	Other reserves \$'000	Retained earnings \$'000	Non-controlling interests \$'000	Total \$'000
Group					
At 1 January 2024	270,608	34,550	181,928	3,936	491,022
Profit for the period	-	-	2,276	501	2,777
Other comprehensive income for the period	-	214	-	401	615
Total comprehensive income for the period	-	214	2,276	902	3,392
Dividend declared to non-controlling interests of subsidiaries	-	-	-	(533)	(533)
At 30 June 2024	270,608	34,764	184,204	4,305	493,881
At 1 January 2023	270,608	38,386	180,028	3,736	492,758
Profit for the period	-	-	1,959	341	2,300
Other comprehensive loss for the period	-	(1,645)	-	-	(1,645)
Total comprehensive (loss)/income for the period	-	(1,645)	1,959	341	655
Dividend declared to non-controlling interests of a subsidiary	-	-	-	(449)	(449)
At 30 June 2023	270,608	36,741	181,987	3,628	492,964

	Share capital \$'000	Other reserves \$'000	Retained earnings \$'000	Total \$'000
Company				
At 1 January 2024	270,608	45,105	130,025	445,738
Total comprehensive income for the period	-	-	2,890	2,890
At 30 June 2024	270,608	45,105	132,915	448,628
At 1 January 2023	270,608	45,105	124,227	439,940
Total comprehensive income for the period	-	-	3,804	3,804
At 30 June 2023	270,608	45,105	128,031	443,744

E. Condensed consolidated statement of cash flows

	Group	
	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Cash flows from operating activities		
Profit for the period	2,777	2,300
Adjustments for:		
- Income tax expense	2,308	2,056
- Amortisation of intangible assets	2,013	2,019
- Depreciation of property, plant and equipment	15,207	15,784
- Depreciation of investment properties	534	3,039
- Reversal of impairment of trade and other receivables	(110)	(10)
- Gain on disposal of property, plant and equipment	(62)	(47)
- Share of profit of associated companies	(2,505)	(1,253)
- Interest expense	5,874	6,964
- Interest income	(605)	(1,112)
- Exchange differences	135	(364)
	25,566	29,376
Changes in working capital:		
- Inventories	30	200
- Trade and other receivables	(2,161)	(3,112)
- Trade and other payables	(6,099)	(4,815)
- Provisions	(652)	-
Cash provided by operations	16,684	21,649
Income tax paid	(2,622)	(2,662)
Net cash provided by operating activities	14,062	18,987
Cash flows from investing activities		
Additions to property, plant and equipment	(2,428)	(4,862)
Investment in newly incorporated associated company	-	(7)
Further investment in an associated company	(6,644)	-
Disposal of property, plant and equipment	225	174
Dividend received	1,988	-
Interest received	658	1,238
Net cash used in by investing activities	(6,201)	(3,457)
Cash flows from financing activities		
Repayment of borrowings	(8,638)	(12,112)
Repayment of lease liabilities	(4,088)	(7,235)
Repayment of loan from a fellow subsidiary	-	(18,000)
Decrease in bank deposits pledged	791	-
Interest paid	(5,917)	(7,538)
Dividend paid to non-controlling interest of subsidiaries	(533)	(338)
Net cash used in financing activities	(18,385)	(45,223)
Net decrease in cash and cash equivalents	(10,524)	(29,693)
Cash and cash equivalents at beginning of financial period	65,747	105,753
Effects of currency translation on cash and cash equivalents	(546)	(182)
Cash and cash equivalents at end of financial period	54,677	75,878

E. Condensed consolidated statement of cash flows (continued)

	Group	
	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Cash and cash equivalents represented by:		
Cash at bank and on hand	35,876	31,695
Short-term bank deposits	18,939	45,112
	<hr/> 54,815	<hr/> 76,807
Less: Bank deposits pledged	(138)	(929)
	<hr/> 54,677	<hr/> 75,878
Cash and cash equivalents per consolidated statement of cash flows		

F. Notes to the condensed interim consolidated financial statements

1. Corporate information

COSCO SHIPPING International (Singapore) Co., Ltd. (the “Company”) is listed on the Singapore Exchange and incorporated and domiciled in Singapore. The address of its registered office is 30 Cecil Street, Prudential Tower, #26-01, Singapore 049712.

The principal activities of the Company are those of investment holding. The principal activities of its subsidiaries and associated companies are mainly as follows:

- Investment holding
- Shipping
- Ship repair and marine engineering activities
- Logistics
- Property management

2. Material accounting policy information

2.1 Basis of preparation

The condensed interim financial statements for the six months ended 30 June 2024 have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting issued by the Accounting Standards Council Singapore. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group’s financial position and performance of the Group since the last annual financial statements for the year ended 31 December 2023.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with SFRS(I)s, except for the adoption of new and amended standards as set out in Note 2.2.

The condensed interim financial statements are presented in Singapore dollar which is the Company’s functional currency.

2.2 New and revised standards adopted by the Group

The accounting policies adopted by the Group in the preparation of the condensed consolidated interim financial statements are consistent with those followed in the preparation of the Group’s last annual financial statements for the financial year ended 31 December 2023, except for the adoption of new and revised standards effective as of 1 January 2024 including those as disclosed below:

- *Amendments to SFRS(I) 1-1 Presentation of Financial Statements: Classification of Liabilities as Current or Non-current and Non-current Liabilities with Covenants*
- *Amendments to SFRS(I) 1-7 Statement of Cash Flows and SFRS(I) 7 Financial Statements: Disclosures: Supplier finance arrangements*
- *Amendments to SFRS(I) 16 Leases: Lease liability in a Sale and Leaseback*

The adoption of the above new or amended SFRS(I)s and Interpretations of SFRS(I) (“INT SFRS(I)”) did not have any significant impact on the condensed consolidated interim financial statements of the Group.

2.3 Use of judgements and estimates

In preparing the condensed interim financial statements, management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2023.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

3. Seasonal operations

The Group's businesses are not affected significantly by seasonal or cyclical factors during the financial period.

4. Segment information

4.1 Business segments

	Shipping \$'000	Ship repair and marine related activities \$'000	Logistics \$'000	Property management \$'000	Others \$'000	Total \$'000
Financial period ended 30 June 2024						
Sales:						
- External sales	-	8,950	71,866	1,445	-	82,261
- Inter-segment sales	-	-	-	8	-	8
	-	8,950	71,866	1,453	-	82,269
Elimination						(8)
						82,261
Segment results	-	1,546	8,671	608	(2,976)	7,849
Interest income	-	9	26	-	570	605
Interest expense	-	(23)	(5,069)	-	(782)	(5,874)
Share of profit of associated companies	466	-	2,039	-	-	2,505
Profit/(loss) before income tax	466	1,532	5,667	608	(3,188)	5,085
Income tax expense						(2,308)
Net profit						2,777
Other segment items						
Additions to property, plant and equipment, net of lease modifications	-	-	4,689	8	6	4,703
Amortisation of intangible assets	-	-	2,013	-	-	2,013
Depreciation of property, plant and equipment	-	564	14,573	62	8	15,207
Depreciation of investment properties	-	-	156	378	-	534
Net reversal for impairment of trade and other receivables	-	-	(110)	-	-	(110)
Segment assets	-	24,003	715,733	14,216	23,774	777,726
Associated companies						63,397
Deferred tax assets						197
Consolidated total assets						841,320
Segment liabilities	-	3,697	23,623	3,085	2,556	32,961
Borrowings						251,109
Current income tax liabilities						4,439
Deferred income tax liabilities						58,930
Consolidated total liabilities						347,439
Consolidated net assets						493,881

4 Segment information (continued)

4.1 Business segments (continued)

	Shipping \$'000	Ship repair and marine related activities \$'000	Logistics \$'000	Property management \$'000	Others \$'000	Total \$'000
Financial period ended 30 June 2023						
Sales:						
- External sales	-	10,262	72,583	7,329	-	90,174
- Inter-segment sales	-	-	-	345	-	345
	-	10,262	72,583	7,674	-	90,519
Elimination						(345)
						90,174
Segment results	-	1,729	8,786	1,541	(3,101)	8,955
Interest income	-	-	95	-	1,017	1,112
Interest expense	-	(24)	(5,625)	-	(1,315)	(6,964)
Share of (loss)/profit of associated companies	(22)	-	1,275	-	-	1,253
(Loss)/profit before income tax	(22)	1,705	4,531	1,541	(3,399)	4,356
Income tax expense						(2,056)
Net profit						2,300
Other segment items						
Additions to property, plant and equipment, net of lease modifications	-	4,908	8,130	2	7	13,047
Amortisation of intangible assets	-	-	2,019	-	-	2,019
Depreciation of property, plant and equipment	-	507	15,158	105	14	15,784
Depreciation of investment properties	-	-	2,669	370	-	3,039
Net reversal for impairment of trade and other receivables	-	-	(10)	-	-	(10)
Segment assets	-	25,147	734,645	20,212	53,062	833,066
Associated companies						56,010
Deferred tax assets						139
Consolidated total assets						889,215
Segment liabilities	-	4,675	18,396	9,836	2,766	35,673
Borrowings						295,634
Current income tax liabilities						4,789
Deferred income tax liabilities						60,155
Consolidated total liabilities						396,251
Consolidated net assets						492,964

4 Segment information (continued)

4.2 Geographical segments

The Group's business segments operate in two main geographical areas:

1. Singapore - the operations in this area are principally in ship repair and marine engineering related activities, logistics, property management; and
2. Malaysia - the operations in this area are principally in logistics activities.

Sales are based on the country in which the services are rendered to the customer. Non-current assets are shown by the geographical area where the assets are located.

	Sales		Non-current assets	
	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	30 June 2024 \$'000	30 June 2023 \$'000
Singapore	69,603	78,122	665,021	687,200
Malaysia	12,658	12,052	71,549	71,750
	82,261	90,174	736,570	758,950

Revenues of approximately \$16,609,000 (6 months ended 30 June 2023: \$16,791,000) are derived from one (6 months ended 30 June 2023 : one) single external customer. These revenues are attributable to the Singapore Logistics segment.

5 Financial assets and financial liabilities

Set out below is an overview of the financial assets and financial liabilities of the Group as at 30 June 2024 and 31 December 2023:

	Group		Company	
	30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
Financial assets at amortised cost	101,241	109,733	32,162	36,561
Financial liabilities at amortised cost	278,889	298,224	68,334	68,828

6. Sales

Revenue of the Group is analysed as follows:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Ship repair and marine engineering	8,950	10,262
Logistics management services	60,838	62,592
Rental income		
- Logistics management services	11,028	9,991
- Property management services	1,445	7,329
	82,261	90,174

Disaggregation of revenue

The Group derives revenue from the transfer of goods and services over time and at a point in time in the following segments and geographical regions. Revenue is based on the country in which the services are rendered to the customer.

	← Revenue recognised →		
	At a point <u>in time</u> \$'000	<u>Over time</u> \$'000	<u>Total</u> \$'000
<u>6 months ended 30 June 2024</u>			
i) Ship repair and marine engineering			
- Singapore	-	8,950	8,950
ii) Logistics management services			
- Singapore	32,731	16,966	49,697
- Malaysia	10,074	1,067	11,141
	<u>42,805</u>	<u>18,033</u>	<u>60,838</u>
Total sales	<u>42,805</u>	<u>26,983</u>	<u>69,788</u>
<u>6 months ended 30 June 2023</u>			
i) Ship repair and marine engineering			
- Singapore	-	10,262	10,262
ii) Logistics management services			
- Singapore	30,093	22,567	52,660
- Malaysia	8,791	1,141	9,932
	<u>38,884</u>	<u>23,708</u>	<u>62,592</u>
Total sales	<u>38,884</u>	<u>33,970</u>	<u>72,854</u>

7. Profit before taxation

7.1 Breakdown and explanatory notes to consolidated statement of profit or loss

[1] Other income comprises the following:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	Change %
Interest income	605	1,112	(46)
Government grants	173	396	(56)
Rental income	205	70	193
Settlement income	426	-	100
Sundry income	541	186	191
Other income	1,950	1,764	11

[2] Other gains comprises the following:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	Change %
Foreign exchange gain	354	55	544
Gain on disposal of property, plant and equipment	62	47	32
Other gains	416	102	308

7. Profit before taxation (continued)

7.1 Breakdown and explanatory notes to consolidated statement of profit or loss (continued)

[3] Profit before income tax is arrived at after charging:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000	Changes %
Interest on borrowings	(5,874)	(6,964)	(16)
Amortisation of intangible assets	(2,013)	(2,019)	0
Depreciation of property, plant and equipment	(15,207)	(15,784)	(4)
Depreciation of investment properties	(534)	(3,039)	(82)
Reversal of impairment of trade and other receivables	110	10	1,000

7.2 Related party transaction

The Company is controlled by China COSCO SHIPPING Corporation Limited (“COSCO SHIPPING”), the parent group and a state-owned enterprise established in the PRC.

COSCO SHIPPING itself is controlled by the PRC government, which also owns a significant portion of the productive assets in the PRC. In accordance with amendment to SFRS(I) 1-24, other government-related entities and their subsidiaries (other than COSCO SHIPPING group companies), directly or indirectly controlled, jointly controlled or significantly influenced by the PRC government are also defined as related parties of the Group.

On that basis, related parties include COSCO SHIPPING and its subsidiaries, other government-related entities and their subsidiaries directly or indirectly controlled, jointly controlled or significantly influenced by the PRC government, other entities and corporations in which the Company is able to control or exercise significant influence and key management personnel of the Company and COSCO SHIPPING as well as their close family members. For the purpose of the related party transactions disclosures, the Group applies the exemption on disclosure of related party transactions as allowed under SFRS(I) 1-24.

The transactions conducted with government-related entities are based on terms agreed between the parties.

In addition to the related party information and transactions disclosed elsewhere in the condensed interim consolidated financial statements, the following is a summary of significant related party transactions entered into the ordinary course of business between the Group and its related parties during the interim financial period.

7. Profit before taxation (continued)

7.2 Related party transaction (continued)

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
<u>Revenue</u>		
Sales to fellow subsidiaries	8,170	10,855
Service income received from fellow subsidiaries	1,435	1,546
Commission received/receivable from fellow subsidiaries	26	28
<u>Expenditure</u>		
Purchases from fellow subsidiaries	740	980
Purchases from related parties	-	14
Rental paid/payable to fellow subsidiaries	378	400
Management fees paid to fellow subsidiaries	-	405
Service expenses paid/payable to fellow subsidiaries	79	93
Interest paid/payable to a fellow subsidiary	-	714

8. Income taxes

The Group calculates the period income tax expense using the tax rate that would be applicable to the expected total annual earnings. The major components of income tax expense in the condensed interim consolidated statement of profit or loss are:

	6 months ended 30 June 2024 \$'000	6 months ended 30 June 2023 \$'000
Current income tax	3,133	2,892
Deferred tax	(825)	(1,014)
	2,308	1,878
Underprovision in prior financial years:		
- Current income tax	-	10
- Deferred income tax	-	168
	2,308	2,056

9. Dividend

No dividend declared for the financial period ended 30 June 2024 and 30 June 2023.

10. Earnings per share

	Group	
	6 months ended 30 June 2024	6 months ended 30 June 2023
(i) Based on the weighted average number of ordinary shares on issue (cents per share)	0.10	0.09
Weighted average number of ordinary shares('000)	2,239,245	2,239,245
(ii) On a fully diluted basis (cents per share)	0.10	0.09
Adjusted weighted average number of ordinary shares ('000)	2,239,245	2,239,245

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.

11. Net Asset Value

	Group		Company	
	30 June 2024	31 December 2023	30 June 2024	31 December 2023
Net asset value per ordinary share (cents)	21.86	21.75	20.03	19.91

The net asset value per ordinary share is calculated based on the total number of issued shares of 2,239,244,954 (31 December 2023: 2,239,244,954).

12. Investment properties

Investment properties comprise of:

- (i) three office units and two industrial properties leased to non-related parties under leasing arrangements; and
- (ii) right-of-use assets for commercial and industrial properties which the Group leases and further sub-lease out to third parties for monthly lease payments.

Investment properties are stated at cost less accumulated depreciation as the Group has elected to adopt the cost model method to measure its investment properties.

13. Property, plant and equipment

Property, plant and equipment includes right-of-use assets for land and building, equipment and vehicles which the Group acquired under leasing arrangements for purpose of its logistics and ship repair and marine engineering operations.

During the six months ended 30 June 2024, the Group acquired assets amounting to \$4,703,000 (30 June 2023: \$13,047,000) and disposed of assets amounting to \$14,690,000 (30 June 2023: \$3,115,000).

14. Intangible assets

	Goodwill arising on consolidati on \$'000	Contract- based intangible asset \$'000	Customer relationships intangible assets \$'000	Total \$'000
Group				
At 30 June 2024				
Cost	98,989	3,644	36,116	138,749
Accumulated amortisation and impairment	(98,989)	(3,644)	(25,954)	(128,587)
Net book value	-	-	10,162	10,162
6 months ended 30 June 2024				
Opening net book amount	-	-	12,180	12,180
Amortisation charge during the period	-	-	(2,013)	(2,013)
Currency translation differences	-	-	(5)	(5)
Closing net book value	-	-	10,162	10,162
At 31 December 2023				
Cost	98,989	3,644	36,116	138,749
Accumulated amortisation and impairment	(98,989)	(3,644)	(23,936)	(126,569)
Net book value	-	-	12,180	12,180

15. Borrowings

	Group		Company	
	30 June 2024 \$'000	31 December 2023 \$'000	30 June 2024 \$'000	31 December 2023 \$'000
<i>Current</i>				
Bank borrowings (unsecured)	15,113	1,352	-	-
Bank borrowings (secured)	20,800	15,100	-	-
Lease liabilities (secured)	8,815	8,785	-	-
	44,728	25,237	-	-
<i>Non-current</i>				
Bank borrowings (unsecured)	34,069	54,612	34,069	34,069
Bank borrowings (secured)	100,019	107,585	-	-
Lease liabilities (secured)	72,293	74,368	-	-
	206,381	236,565	34,069	34,069
Total borrowings	251,109	261,802	34,069	34,069

The borrowings of the Group and of the Company amounting to \$170,000,000 and \$34,069,000 respectively (31 December 2023: \$178,649,000 and \$34,069,000) have variable interest rates that are contractually repriced within 1 to 3 months (31 December 2023: 1 to 3 months) from the balance sheet date.

(a) Security granted

At the balance sheet date, total borrowings include secured liabilities of \$201,927,000 (31 December 2023: \$205,838,000) for the Group.

Bank borrowings are secured by:

- (i) certain bank deposits; and
- (ii) certain property, plant and equipment.

Lease liabilities are secured over the Group's right-of-use assets classified within property, plant and equipment and investment properties

(b) Fair value of non-current borrowings

As at 30 June 2024 and 31 December 2023, the carrying amounts of non-current borrowings, which are at variable rates, approximated their fair values.

16. Share Capital

	<u>Issued share capital</u>	
	<u>No. of ordinary shares</u> '000	<u>Amount</u> \$'000
Beginning and end of interim period	2,239,245	270,608

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

The Company did not hold any treasury shares as at 30 June 2024.

17. Arbitration proceeding

In relation to the arbitration proceedings taken by SH Cogent Logistics Pte Ltd (“SHCL”) against a crane specialist for breach of contract of which the Company has issued periodic updates by way of announcement on SGXNet, on 27 February 2024, another auction was held for the property at Penjuru Road. The re-auction was successful and awarded to the highest bidder at \$230,000.

On the last remaining Garnishee Proceeding, SHCL agreed to proceed with Winding Up proceedings against the debtor. The first hearing for the Winding Up proceedings was fixed on 22 December 2023. The hearing was adjourned to 5 January 2024 to allow time for the debtor to set aside the Final Garnishee Order. On 24 January 2024, SHCL received the application for the debtor to set aside the Final Garnishee Order. The hearing was conducted on 5 March 2024 and SHCL was successful in resisting the application to set aside the Final Garnishee Order. In addition, \$10,000 of legal cost relating to the proceedings was also awarded to SHCL. As of 10 May 2024, the debtor fully repaid the amount owing to SHCL of \$146,000 and SHCL withdrew the Winding Up proceeding.

Amounts recovered amounting to \$426,000 (Note 7) has been recognised in the Group’s consolidated financial statements under other income for the financial period ended 30 June 2024.

G. Other information required by Listing Rule Appendix 7.2

1. Review

The condensed consolidated balance sheet of COSCO SHIPPING International (Singapore) Co., Ltd. and its subsidiaries as at 30 June 2024 and the related condensed consolidated profit or loss and other comprehensive income, condensed consolidated statement of changes in equity and condensed consolidated statement of cash flows for the six-month period then ended and certain explanatory notes have not been audited or reviewed.

2. Review of performance of the Group

Sales

	Group		
	6 months ended 30 June 2024 (the “1H 2024”) \$’000	6 months ended 30 June 2023 (the “1H 2023”) \$’000	Change %
Logistics	71,866	72,583	(1)
Property management	1,445	7,329	(80)
Ship repair and marine engineering	8,950	10,262	(13)
Total revenue	82,261	90,174	(9)

Group revenue for 1H 2024 totalled \$82.2 million, 9% lower than 1H 2023.

Logistics activities accounted for about 87% of the Group’s revenue in 1H 2024. Revenue from logistics activities decreased by 1% to \$71.9 million mainly due to lower revenue from supply chain management services and transportation services.

Revenue from property management decreased by 80% to \$1.4 million, mainly due to the expiration of the lease at The Grandstand on 31 December 2023.

Revenue from ship repair and marine engineering decreased by 13%, mainly due to lower revenue from ship repair and fabrication works.

Costs and Profitability

Cost of sales decreased by 9% or \$5.9 million, in line with the drop in revenue from supply chain management services, transportation services and ship repair & marine engineering.

Gross profit decreased by 9% from \$22.1 million in 1H 2023 to \$20.1 million in 1H 2024, mainly due to lower gross profit margins from Property management and Ship repair and marine engineering activities.

Other income increased by 11% to \$2.0 million in 1H 2024. Interest income decreased by 46% in 1H 2024, mainly due to decrease in bank deposits and cash at bank.

Other gains were higher compared to 1H 2023.

Administrative expenses increased by 1%, mainly due to higher costs for corporate functions.

Finance costs decreased by 16% to \$5.9 million, mainly due to repayment of borrowings.

Share of profit of associated companies of \$2.5 million was contributed by the Group's 40% shareholdings in COSCO SHIPPING Bulk SEA ("COSCO SHIPPING Bulk"), 40% shareholdings in PT. Ocean Global Shipping Logistics, 30% shareholdings in SINOVNL Company Limited, and 49% shareholdings in Goldlead Supply Chain. The increase in share of profit of associated companies was mainly due to higher profit contribution from COSCO SHIPPING Bulk.

Income tax expense increased by 12% to \$2.3 million mainly due to higher profits as compared to 1H 2023.

Overall, net profit attributable to equity holders was \$2.3 million, 16% higher than 1H 2023, mainly due to higher share of profit of associated companies and lower interest expense, partially offset by lower profit margins and lower interest income.

Balance Sheet

(30 June 2024 vs 31 December 2023)

Cash and cash equivalents decreased from \$66.7 million to \$54.8 million, mainly due to net cash used in repayment of borrowings and interest payments, partially offset by net cash provided by operating activities. Please refer to Consolidated Statement of Cash Flows for more details.

Trade and other receivables increased by \$2.3 million to \$49.5 million (31 December 2023: \$47.2 million).

Property, plant, and equipment decreased by \$11.0 million to \$640.5 million, mainly due to depreciation expense recognised in 1H 2024.

Trade and other payables decreased by \$6.1 million to \$31.4 million, mainly due to the repayment of trade payables.

Total borrowings decreased by \$10.7 million to \$251.1 million, mainly due to repayment of borrowings from Singapore and Malaysia.

Shareholder's equity increased by \$2.5 million to \$489.6 million mainly due to profit for the period, offset by currency translation losses.

Cash Flow

Net cash provided by operating activities for 1H 2024 was \$14.1 million. This was mainly due to working capital requirements for operations. Please refer to Consolidated Statement of Cash Flows for details.

Net cash used in investing activities for 1H 2024 was \$6.2 million. This was mainly due to cash used for further investment in an associated company.

Net cash used in financing activities for 1H 2024 was \$18.4 million. This was mainly due to the repayment of borrowings and interest.

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

No forecast or prospect statement had been previously disclosed to shareholders for the financial period under review.

4. 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.

In 1H2024, the unstable global geopolitical situation and high interest rates have had an impact on global economic recovery. In July 2024, the International Monetary Fund released the World Economic Outlook Update, predicting a global growth rate of 3.2% for 2024, lower than the 3.3% global growth rate in 2023. Against such background, global economic conditions will remain challenging.

In April 2024, Cogent Holdings Pte. Ltd., a wholly-owned subsidiary of the Company, entered into a joint venture agreement with Eastern (1961) Holding Pte. Ltd., pursuant to which the two parties have incorporated a joint venture company to carry out the business of providing container body repairs, as well as container body maintenance and modifications for customers in Singapore and other Southeast Asian countries.

In March 2023, the Company announced that it had signed a joint venture agreement with an affiliated company, Supply Fortune Limited (“SF”), to jointly invest in logistics infrastructure and resource development, focusing on the development of the logistics supply chain business in Southeast Asia. Subsequently, the two parties established a joint venture company named Goldlead Supply Chain Development (Southeast Asia) Limited, with Supply Fortune Limited holding 51% and the Company holding 49% of the issued shares. The joint venture aims to become a digital supply chain investment and operating platform, providing customers with enhanced digital supply chain solutions by improving supply chain service capabilities. After the establishment of the joint venture, both parties are actively exploring digital supply chain infrastructure and resource investment projects such as warehouses, depots, and trailer fleets in Southeast Asia. In June 2024, Goldlead allotted and issued a total of 10,000,000 new ordinary shares for a total consideration of US\$10 million against the amounts received from the Company and SF in proportion to their existing shareholding in Goldlead, thereby increasing Goldlead’s share capital from US\$10,000 to US\$10.01 million. With such increased capital, Goldlead will have better financial capabilities to invest in logistics supply chain businesses.

Regarding the Jurong Island Logistics Hub Phase II project, Cogent Jurong Island Pte. Ltd. has completed the feasibility study report and risk assessment report, and has now appointed the relevant consultants.

Following the expiry of the lease for The Grandstand on December 31, 2023, Cogent Land Capital Pte. Ltd. ventured into several new business areas: Superapp Vehicle Platform, Carpark management of 250 public lots and a partnership with STA Inspection Pte. Ltd. to install 2nd generation On Board Unit in Singapore registered vehicles. Cogent Automotive Logistics Pte. Ltd. has continued to conduct automobile sales and storage operations at other locations and conducted online automobile showroom operations through the SuperApp digital platform.

The Company will continue to monitor the development of the logistics market in Singapore, Malaysia and Southeast Asia even as global economic conditions remain challenging. It will invest in and build logistics supply chain infrastructure and resources at the appropriate time, expand the logistics supply chain network, and strive to become a leading comprehensive logistics and supply chain service company in the Southeast and South Asia. The Company remains committed to long-term sustainable development, making efforts to bring better returns to its shareholders.

5. 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.

6. If no dividend has been declared (recommended), a statement to that effect and the reason(s) for the decision.

The Company is evaluating various strategic moves to expand its business, ensure sustainable growth and create long-term shareholders' value. As such, the Board has resolved not to recommend payment of dividend for 1H 2024.

7. 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	Nature of relationship	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)
		1H 2024 \$'000	1H 2024 \$'000
<u>Between Subsidiaries and:</u>			
Cosco (Cayman) Mercury Co., Ltd		-	169
Cosco (Qidong) Offshore Co., Ltd		-	835
Cosco (Shanghai) Shipyard Co., Ltd		-	189
COSCO Shipping Lines(S) Pte Ltd		-	2,036
Cosco Shipping Line (Malaysia) Sdn. Bhd.		-	108
Hainan Haisheng Shipping Co., Ltd Florens Assets Management Company Limited		-	807
<u>Between Associated companies and:</u>			
COSCO SHIPPING LINES CO.Ltd		-	428
COSCO (CAYMAN) VENUS CO LTD		-	55,674
COSCO SHIPPING BULK CO., LTD		-	1,531
COSCO SHIPPING (SINGAPORE) PETROLUM PTE. LTD.		-	313
Cosco Shipping Lines (Vietnam) Company Limited		-	206
Chimbusco International Petroleum (S) Pte Ltd		-	2,217
OOCL (Vietnam) Co., Ltd.		-	1,106
HAINAN HAISHENG SHIPPING CO.LTD		-	3,990
REFINED SUCCESS LIMITED 雅达有限公司		-	15,055
SEA MARK MANAGEMENT, INC.		-	(164)
COSCO SHIPPING LINES (ANHUI) CO.,LTD		-	195
		-	84,695

8. 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 officers 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
Chairman and President
12/8/2024

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 30 June 2024 financial results to be false or misleading.

On behalf of the directors

Mr Gu Jing Song
Chairman and President

Mr Lim Lee Meng
Director

12/8/2024