



## SWIBER HOLDINGS LIMITED

(Incorporated in Singapore)

(Company Registration Number :200414721N)

### Third Quarter Financial Statement for the Period Ended 30 September 2007

#### 1(a)(i) An income statement (for the group) together with a comparative statement for the corresponding period of the immediately preceding financial year

	GROUP			GROUP		
	3rd Qtr of 2007	3rd Qtr of 2006	+ / (-)	9 Months 2007	9 Months 2006	+ / (-)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
<b>REVENUE</b>	<b>45,416</b>	<b>29,245</b>	55.3	<b>90,092</b>	<b>43,195</b>	108.6
Cost of Sales	(29,960)	(22,446)	33.5	(61,869)	(32,586)	89.9
<b>GROSS PROFIT</b>	<b>15,456</b>	<b>6,799</b>	<b>127.3</b>	<b>28,223</b>	<b>10,609</b>	<b>166.0</b>
Other operating income	11,130	533	1988.2	14,524	1,639	786.2
Administrative expenses	(5,422)	(927)	484.9	(10,239)	(2,223)	360.6
Other operating expenses	(44)	(193)	(77.2)	(82)	(761)	(89.2)
Share of profit of associate and joint venture	650	77	744.2	1,224	256	378.1
Finance costs	(928)	(200)	364.0	(2,103)	(372)	465.3
<b>Profit before tax</b>	<b>20,842</b>	<b>6,089</b>	<b>242.3</b>	<b>31,547</b>	<b>9,148</b>	<b>244.9</b>
Income tax expense	(1,200)	(464)	158.6	(2,060)	(932)	121.0
Profit after tax	19,642	5,625	249.2	29,487	8,216	258.9
Attributable to :						
<b>Equity holders of the company</b>	<b>19,725</b>	<b>5,325</b>	270.4	<b>29,668</b>	<b>7,927</b>	274.3
Minority interest	(83)	300	(127.7)	(181)	289	(162.6)
	<b>19,642</b>	<b>5,625</b>	<b>249.2</b>	<b>29,487</b>	<b>8,216</b>	<b>258.9</b>

#### Notes

The Group's profit before tax is arrived at after (charging)/crediting the following :

	GROUP		GROUP	
	3rd Qtr of 2007	3rd Qtr of 2006	9 Months 2007	9 Months 2006
	US\$'000	US\$'000	US\$'000	US\$'000
Interest income	676	3	719	6
Interest on borrowings	(801)	(200)	(1,547)	(372)
Depreciation	(618)	(266)	(1,501)	(749)
Foreign exchange gain /(loss)	511	3	679	(136)
Gain on disposal of plant and equipment	-	352	2,509	1,052
Gain on disposal of assets held for sale	7,772	-	8,446	-

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	
	30/09/2007	31/12/2006	30/09/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
<b>ASSETS</b>				
<b>Current assets :</b>				
Cash and bank balances	133,649	11,489	92,401	128
Trade receivables	69,203	28,927	-	-
Inventory	335	-	-	-
Other receivables	13,088	3,753	1,074	58
Amount due from subsidiaries	-	-	69,062	1,142
Assets held for sale	28,451	3,564	-	-
<b>Total current assets</b>	<b>244,726</b>	<b>47,733</b>	<b>162,537</b>	<b>1,328</b>
<b>Non-current assets :</b>				
Plant and equipment	75,762	38,582	1,109	402
Subsidiaries	-	-	40,441	33,546
Associate	3,305	2,855	-	-
Joint venture	4,393	1,800	-	-
Deferred tax assets	19	19	-	-
Other receivables	5,711	-	-	-
Other assets	42	11	-	-
<b>Total non-current assets</b>	<b>89,232</b>	<b>43,267</b>	<b>41,550</b>	<b>33,948</b>
<b>Total assets</b>	<b>333,958</b>	<b>91,000</b>	<b>204,087</b>	<b>35,276</b>
<b>LIABILITIES AND EQUITY</b>				
<b>Current liabilities:</b>				
Bank loans	3,641	4,376	-	-
Trade payables	43,733	19,736	-	-
Other payables	36,870	10,168	1,235	1,508
Current portion of finance leases	57	49	39	39
Amount due to subsidiaries	-	-	22,346	4
Income tax payable	2,077	261	(6)	-
<b>Total current liabilities</b>	<b>86,378</b>	<b>34,590</b>	<b>23,614</b>	<b>1,551</b>
<b>Non-current liabilities:</b>				
Bank loans	19,717	6,409	-	-
Finance leases	473	427	318	335
Employee benefits liabilities	40	40	-	-
Bonds	71,148	-	71,148	-
Deferred tax liabilities	842	489	-	-
<b>Total non-current liabilities</b>	<b>92,220</b>	<b>7,365</b>	<b>71,466</b>	<b>335</b>
<b>Capital, reserves and minority interest:</b>				
Share capital	108,205	31,634	108,205	31,634
Translation reserve	308	49	-	-
Retained earnings	46,450	16,784	802	1,756
Equity attributable to equity holders of the Company	154,963	48,467	109,007	33,390
Minority interests	397	578	-	-
<b>Total equity</b>	<b>155,360</b>	<b>49,045</b>	<b>109,007</b>	<b>33,390</b>
<b>Total liabilities and equity</b>	<b>333,958</b>	<b>91,000</b>	<b>204,087</b>	<b>35,276</b>

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

<b>Amount repayable in one year or less, or on demand</b>			
As at 30/09/2007		As at 31/12/2006	
Secured (US\$'000)	Unsecured (US\$'000)	Secured (US\$'000)	Unsecured (US\$'000)
3,698	-	4,425	-

<b>Amount repayable after one year</b>			
As at 30/09/2007		As at 31/12/2006	
Secured (US\$'000)	Unsecured (US\$'000)	Secured (US\$'000)	Unsecured (US\$'000)
91,338	-	6,836	-

**Details of any collateral :**

The Group's borrowings are secured by way of :

1. Legal mortgage over certain vessels / assets
2. Corporate guarantees from Swiber Holdings Limited (for certain loans)

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	
	3rd Qtr of 2007	3rd Qtr of 2006
	US\$'000	US\$'000
<b>Cash flows from operating activities</b>		
<b>Profit before tax</b>	20,842	6,089
<b>Adjustments for :</b>		
Interest income	(676)	(3)
Finance costs	928	200
Depreciation of plant and equipment	640	266
Gain on disposal of plant and equipment	-	(352)
Gain on disposal of assets held for sale	(7,772)	-
Negative goodwill	(2,047)	-
Share of profit of associate and joint venture	(650)	(77)
<b>Operating cash flows before movement in working capital</b>	<u>11,265</u>	<u>6,123</u>
Trade receivables	(20,710)	(1,026)
Inventory	53	-
Other receivables	(10,488)	977
Other assets	(2)	1
Trade payables	25,123	1,324
Other payables	10,416	(1,676)
<b>Cash generated from operations</b>	<u>15,657</u>	<u>5,723</u>
Income taxes paid	(259)	(209)
Interest paid	(928)	(200)
<b>Net cash generated from operating activities</b>	<u>14,470</u>	<u>5,314</u>
<b>Cash flow from investing activities:</b>		
Interest received	676	3
Proceeds on disposal of plant and equipment	-	2,948
Proceeds on disposal of assets held for sale	47,100	-
Purchases of plant and equipment	(28,912)	(1,675)
Additions to non-current assets held for sale	(44,077)	-
Investment in subsidiary (net of cash acquired)	(5,198)	-
<b>Net cash (used in) / generated from investing activities</b>	<u>(30,411)</u>	<u>1,276</u>
<b>Cash flow from financing activities:</b>		
Repayment of bank loans	(13,850)	(418)
Pledged deposits	996	-
Proceed on issue of bonds	71,148	-
Proceed on issue of shares	78,569	-
Share issue expenses	(1,998)	-
Repayment of obligations under finance leases	(2)	-
New bank loans raised	6,692	489
<b>Net cash from financing activities</b>	<u>141,555</u>	<u>71</u>
Net effect of foreign exchange rate changes on consolidation of subsidiaries	225	30
<b>Net increase in cash and bank balances</b>	<b>125,839</b>	<b>6,691</b>
Cash and cash equivalents at beginning of the period	<u>7,018</u>	<u>1,384</u>
<b>Cash and cash equivalents at end of the period</b>	<u><b>132,857</b></u>	<u><b>8,075</b></u>
<b>Cash and cash equivalents consist of:</b>		
Cash at bank	61,762	7,464
Cash on hand	8	3
Fixed deposits	71,879	641
	<u>133,649</u>	<u>8,108</u>
Less: Pledged deposits	(792)	(33)
<b>Total</b>	<u><b>132,857</b></u>	<u><b>8,075</b></u>

**1(d)(i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalisation issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.**

	Share capital	Currency translation reserves	Retained earnings	Total	Minority interest	Total equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
<b>GROUP</b>						
<b>Balance at 1 July 2006</b>	12,364	(30)	7,269	19,603	549	20,152
Profit for the period	-	-	5,325	5,325	300	5,625
Exchange differences arising on translation of foreign operations	-	20	-	20	10	30
<b>Balance at 30 September 2006</b>	<b>12,364</b>	<b>(10)</b>	<b>12,594</b>	<b>24,948</b>	<b>859</b>	<b>25,807</b>
<b>Balance at 1 July 2007</b>	31,634	83	26,727	58,444	482	58,926
Issue of shares pursuant to Private Placement	78,569	-	-	78,569	-	78,569
Share issue expenses	(1,998)	-	-	(1,998)	-	(1,998)
Profit for the period	-	-	19,723	19,723	(83)	19,640
Exchange differences arising on translation of foreign operations	-	225	-	225	(2)	223
<b>Balance at 30 September 2007</b>	<b>108,205</b>	<b>308</b>	<b>46,450</b>	<b>154,963</b>	<b>397</b>	<b>155,360</b>
<b>COMPANY</b>						
<b>Balance at 1 July 2006</b>	12,364	-	1,611	13,975	-	13,975
Profit for the period	-	-	12	12	-	12
<b>Balance at 30 September 2006</b>	<b>12,364</b>	<b>-</b>	<b>1,623</b>	<b>13,987</b>	<b>-</b>	<b>13,987</b>
<b>Balance at 1 July 2007</b>	31,634	-	652	32,286	-	32,286
Issue of shares pursuant to Private Placement	78,569	-	-	78,569	-	78,569
Share issue expenses	(1,998)	-	-	(1,998)	-	(1,998)
Profit for the period	-	-	150	150	-	150
<b>Balance at 30 September 2007</b>	<b>108,205</b>	<b>-</b>	<b>802</b>	<b>109,007</b>	<b>-</b>	<b>109,007</b>

**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.**

Not applicable

**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 by the auditors.

**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.**

The Group has applied the same accounting policies and methods of computation as in the consolidated financial statements of the Group for FY2006.

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.**

Please refer to item 4.

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.**

Earnings per Ordinary Share for the period based on net profit attributable to Shareholders :	GROUP (Year-to-date)	
	9 Months 2007	9 Months 2006 <sup>(1)</sup>
(i) Based on weighted average number of ordinary shares on issue (US cents)	7.69	3.01
(ii) On a fully diluted basis (US cents)	7.69	3.01
Weighted average number of shares in issue for basic and diluted Earnings per Ordinary Shares	385,828,022	263,736,264

<sup>(1)</sup> Earnings per share is calculated based on the weighted average number of shares adjusted for the share split on consolidation of every six ordinary shares in the share capital into one ordinary share and the subsequent sub-division of every one ordinary share in the share capital into 100 ordinary shares on 29 September 2006

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 based on issued share capital at the end of the financial period (US cents)	36.52	13.13	25.69	9.05
Number of ordinary shares at the end of the period	424,350,000	369,000,000	424,350,000	369,000,000

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 financial period reported on.**

The Group's revenue increased by approximately US\$16.17 million or 55.3% from US\$29.25 million in the 3rd quarter of FY 2006 to US\$45.42 million in the 3rd quarter of FY 2007. This increase was mainly attributed to recognition of revenue from the projects in Brunei, Malaysia and Indonesia. Group's revenue of US\$90.09 million for the nine months FY2007 have exceeded the revenue of US\$66.78 million recognised for the full year of 2006.

The successful completion of the issue of 55,350,000 placement shares which raise a net proceed of US\$76.57 million. Together with the profit for the period of US\$19.64 million, the Group's balance sheet has further strengthened with the total equity increases to US\$155.36 million as compare to US\$25.81 million in 3rd quarter of 2006. As at 30 September 2007, the Group's debt to equity ratio is 0.61 times.

The net cash used in investing activities of US\$30.41 million mainly relates to the purchase of vessels as part of the Group's commitment to expand its fleet. During the 3rd quarter, the Group has concluded the share placement exercise and bond issue raising US\$76.57 million and US\$71.15 million respectively finance its fleet expansion plan. As a result, the cashflow from financing activities increase by US\$141.56 million mainly due to proceeds from the bond issue and share placement after repayment of certain bank loans of US\$13.85 million.

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

N/A

**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.**

During the year, the Group has set up offices in India and Brunei to increase its presence in India, Middle East and Brunei. The Group has also entered into various collaboration agreements and MOU in Vietnam, Brunei and Middle East and will continue to explore strategic alliances throughout the Asia Pacific and Middle East region as part of the Group's strategy to increase its presence geographically.

The Group has embarked on the fast growing deepwater drilling and deepwater offshore marine support activities with the purchase of two Subsea Support vessels, two deepwater Anchor Handling Tug Supply vessels and the incorporation of Swiber Offshore Drilling Pte Ltd.

The board of director is confident that the outlook for the oil and gas industry will remain strong with the oil price reaching record high. The demand for oil is backed by the synchronised global economic growth. The high oil price and demand is likely to sustain incentive for more offshore oil and gas activities.

**11. Dividend**

**(a) Current Financial Period Reported On**

Any dividend recommended for the current financial period reported on? None

**(b) Corresponding Period of the Immediately Preceding Financial Year**

Any dividend declared for the corresponding period of the immediately preceding financial year? None

**(c) Date payable**

Not applicable

**(d) Books closure date**

Not applicable

**12. If no dividend has been declared/recommendeded, a statement to that effect.**

No interim dividend has been declared for the period ended 30 September 2007

**13. Statement By Directors Pursuant to SGX Listing Rule 705 (4)**

To the best of our knowledge, nothing has come to the attention of the Directors which may render the unaudited interim financial results (comprising the income statement, balance sheet, cash flow statement and statement of changes in equity, together with the accompanying notes) presented in this announcement to be false or misleading

**BY ORDER OF THE BOARD**

Goh Kim Teck  
Chairman  
14-Nov-07

The initial public offering of the shares of Swiber Holdings Limited was sponsored by Westcomb Capital Pte Ltd