



SWIBER HOLDINGS LIMITED

(Incorporated in Singapore)

(Company Registration Number :200414721N)

2nd Quarter Financial Statement for the Period Ended 30 June 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		
	2nd Qtr of 2007	2nd Qtr of 2006	+ / (-)	1H 2007	1H 2006	+ / (-)
	US\$'000	US\$'000	%	US\$'000	US\$'000	%
REVENUE	25,356	7,632	232.2	44,676	13,950	220.3
Cost of Sales	(17,901)	(6,184)	189.5	(31,909)	(10,140)	214.7
GROSS PROFIT	7,455	1,448	414.8	12,767	3,810	235.1
Other operating income	2,790	786	255.0	3,394	1,106	206.9
Administrative expenses	(3,040)	(725)	319.3	(4,817)	(1,296)	271.7
Other operating expenses	(6)	(336)	(98.2)	(38)	(568)	(93.3)
Share of profit of associate and joint venture	446	67	565.7	574	179	220.7
Finance costs	(942)	(97)	871.1	(1,175)	(172)	583.1
Profit before tax	6,703	1,143	486.4	10,705	3,059	250.0
Income tax expense	(500)	(346)	44.5	(860)	(468)	83.8
Profit after tax	6,203	797	678.3	9,845	2,591	280.0
Attributable to :						
Equity holders of the company	6,291	786	700.4	9,943	2,602	282.1
Minority interest	(88)	11	(900.0)	(98)	(11)	790.9
	6,203	797	678.3	9,845	2,591	280.0

Notes

	GROUP		GROUP	
	2nd Qtr of 2007	2nd Qtr of 2006	1H 2007	1H 2006
	US\$'000	US\$'000	US\$'000	US\$'000
The Group's profit before tax is arrived at after (charging)/crediting the following :				
Interest income	21	1	43	3
Interest on borrowings	(545)	(97)	(746)	(172)
Depreciation	(493)	(274)	(884)	(483)
Foreign exchange gain /(loss)	(206)	(2)	168	(139)
Gain on disposal of plant and equipment	2,509	471	2,509	700
Gain on disposal of assets held for sale	466	-	674	-

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	
	30/06/2007	31/12/2006	30/06/2007	31/12/2006
	US\$'000	US\$'000	US\$'000	US\$'000
ASSETS				
Current assets :				
Cash and bank balances	8,806	11,489	119	128
Trade receivables	45,948	28,927	-	-
Other receivables	8,249	3,753	612	58
Amount due from subsidiaries	-	-	2,480	1,142
Assets held for sale	23,702	3,564	-	-
Total current assets	86,705	47,733	3,211	1,328
Non-current assets :				
Plant and equipment	40,744	38,582	426	402
Subsidiaries	-	-	33,546	33,546
Associate	3,118	2,855	-	-
Joint venture	3,930	1,800	-	-
Deferred tax assets	19	19	-	-
Other assets	7	11	-	-
Total non-current assets	47,818	43,267	33,972	33,948
Total assets	134,523	91,000	37,183	35,276
LIABILITIES AND EQUITY				
Current liabilities:				
Bank loans	13,354	4,376	-	-
Trade payables	18,084	19,736	-	-
Other payables	25,065	10,168	231	1,508
Current portion of finance leases	57	49	39	39
Amount due to subsidiaries	-	-	4,310	4
Income tax payable	873	261	-	-
Total current liabilities	57,433	34,590	4,580	1,551
Non-current liabilities:				
Bank loans	17,162	6,409	-	-
Finance leases	471	427	317	335
Employee benefits liabilities	40	40	-	-
Deferred tax liabilities	491	489	-	-
Total non-current liabilities	18,164	7,365	317	335
Capital, reserves and minority interest:				
Share capital	31,634	31,634	31,634	31,634
Translation reserve	83	49	-	-
Retained earnings	26,727	16,784	652	1,756
Equity attributable to equity holders of the Company	58,444	48,467	32,286	33,390
Minority interests	482	578	-	-
Total equity	58,926	49,045	32,286	33,390
Total liabilities and equity	134,523	91,000	37,183	35,276

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

Amount repayable in one year or less, or on demand			
As at 30/06/2007		As at 31/12/2006	
Secured (US\$'000)	Unsecured (US\$'000)	Secured (US\$'000)	Unsecured (US\$'000)
13,411	-	4,425	-

Amount repayable after one year			
As at 30/06/2007		As at 31/12/2006	
Secured (US\$'000)	Unsecured (US\$'000)	Secured (US\$'000)	Unsecured (US\$'000)
17,633	-	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	
	2nd Qtr of 2007	2nd Qtr of 2006
	US\$'000	US\$'000
Cash flows from operating activities		
Profit before tax	6,703	1,143
Adjustments for :		
Interest income	(21)	(1)
Finance costs	942	97
Depreciation of plant and equipment	493	274
Gain on disposal of plant and equipment	(2,509)	(471)
Gain on disposal of assets held for sale	(466)	-
Share of profit of associate and joint venture	(446)	(67)
Operating cash flows before movement in working capital	4,696	975
Trade receivables	(5,781)	(6,481)
Other receivables	375	(7,142)
Other assets	(2)	2
Trade payables	(1,771)	5,294
Other payables	6,495	7,770
Cash generated from operations	4,012	418
Income taxes paid	(132)	(98)
Interest paid	(942)	(97)
Net cash generated from operating activities	2,938	223
Cash flow from investing activities:		
Interest received	21	1
Proceeds on disposal of plant and equipment	24,618	5,059
Proceeds on disposal of assets held for sale	2,050	-
Purchases of plant and equipment	(15,519)	(7,369)
Additions to non-current assets held for sale	(22,395)	-
Investment in associate	-	153
Investment in joint venture	(1,818)	-
Net cash used in investing activities	(13,043)	(2,156)
Cash flow from financing activities:		
Dividends paid	-	(696)
Repayment of bank loans	(4,519)	(379)
Pledged deposits	709	-
Minority interest contribution for increase in share capital of subsidiary	-	27
Proceeds on issue of shares	-	951
Repayment of obligations under finance leases	(16)	-
New bank loans raised	17,508	2,264
Net cash from financing activities	13,682	2,167
Net effect of foreign exchange rate changes on consolidation of subsidiaries	(7)	3
Net increase in cash and bank balances	3,570	237
Cash and cash equivalents at beginning of the period	3,448	1,147
Cash and cash equivalents at end of the period	7,018	1,384
Cash and cash equivalents consist of:		
Cash at bank	7,014	1,275
Cash on hand	4	3
Fixed deposits	1,788	139
	8,806	1,417
Less: Pledged deposits	(1,788)	(33)
Total	7,018	1,384

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
GROUP						
Balance at 1 April 2006	11,413	8	6,471	17,892	517	18,409
Issue of shares	951	-	-	951	-	951
Profit for the period	-	-	786	786	11	797
Exchange differences arising on translation of foreign operations	-	(38)	12	(26)	(6)	(32)
Increase in share capital of subsidiary	-	-	-	-	27	27
Balance at 30 June 2006	12,364	(30)	7,269	19,603	549	20,152
Balance at 1 April 2007	31,634	90	20,436	52,160	568	52,728
Profit for the period	-	-	6,291	6,291	(88)	6,203
Exchange differences arising on translation of foreign operations	-	(7)	-	(7)	2	(5)
Balance at 30 June 2007	31,634	83	26,727	58,444	482	58,926
COMPANY						
Balance at 1 April 2006	11,413	20	1,724	13,157	-	13,157
Issue of shares	951	-	-	951	-	951
Loss for the period	-	3	(137)	(134)	-	(134)
Balance at 30 June 2006	12,364	23	1,587	13,974	-	13,974
Balance at 1 April 2007	31,634	-	1,294	32,928	-	32,928
Loss for the period	-	-	(642)	(642)	-	(642)
Balance at 30 June 2007	31,634	-	652	32,286	-	32,286

- 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)	
	1H 2007	1H 2006 ⁽¹⁾
(i) Based on weighted average number of ordinary shares on issue (US cents)	2.69	1.01
(ii) On a fully diluted basis (US cents)	2.69	1.01
Weighted average number of shares in issue for basic and diluted Earnings per Ordinary Shares	369,000,000	257,872,928

⁽¹⁾ 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	
	30/06/2007	31/12/2006	30/06/2007	31/12/2006
Net asset value per ordinary share based on issued share capital at the end of the financial period (US cents)	15.84	13.13	8.75	9.05
Issue share capital at the end of the period	369,000,000	369,000,000	369,000,000	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\$17.72 million or 232.2% from US\$7.63 million in the 2nd quarter of FY 2006 to US\$25.36 million in the 2nd quarter of FY 2007. This increase was mainly attributed to recognition of revenue from the projects in Brunei and Indonesia which commenced in the 2nd quarter of FY2007.

The Group's balance sheet remained healthy with total equity of US\$58.44 million and debt to equity ratio of 0.53 times as at 30 June 2007. The increase in cash and cash equivalents is mainly attributed to the proceed from disposal of vessel and bank loan raised of US\$24.62 million and US\$17.51 million respectively. Capital investment to increase our fleet of vessels and additions to assets held for sale resulted in the cash outflow of US\$15.52 million and US\$22.39 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.**

As at 30 June 2007, the Group has total outstanding order book (including Letter of Intent) of approximately US\$218.70 million.

With the incorporation of our wholly owned subsidiary in Mumbai, India which will act as a platform from which Swiber can tap on the business opportunities in India.

The capital expenditure by oil and gas companies in the offshore exploration, development and production of oil and gas is expected to grow as a result of strong demand and high oil prices. The Executive Directors believe that high oil prices and capital expenditure by oil and gas companies will provide opportunities for the Group to secure more offshore EPCIC projects in Asia Pacific and Middle East region.

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 June 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
13-Aug-07

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