

SWISSCO INTERNATIONAL LIMITED
(COMPANY REGISTRATION NO: 200401051D)

Unaudited Financial Statement Announcement for the Third Quarter ended 30 September 2009

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

	3rd Qtr 2009 S\$'000	3rd Qtr 2008 S\$'000	Variance %(+/-)	9 months ended 30 Sept 09 S\$'000	9months ended 30 Sept 08 S\$'000	Variance % (+/-)
Sales	13,122	14,331	-8.4	47,056	36,836	+27.7
Cost of sales	(7,580)	(6,494)	+16.7	(23,788)	(16,813)	+41.5
Gross profit	5,542	7,837	-29.3	23,268	20,023	+16.2
Other income	45	254	-82.3	273	602	-54.7
Other gains-net	2,012	2,293	-12.3	6,787	4,592	+47.8
Less Expenses :						
Administrative	(2,658)	(2,893)	-8.1	(9,952)	(6,440)	+54.5
Finance	(131)	(126)	+4.0	(493)	(400)	+23.3
Share of profit/(loss) of an associated company	292	(74)	NM	292	(211)	NM
Profit before tax	5,102	7,291	-30.0	20,175	18,166	+11.1
Income tax expense	(24)	(120)	-80.8	(249)	(424)	-41.3
Net profit for the financial period attributable to equity holders of the Company	5,078	7,171	-29.2	19,926	17,742	+12.3

Statement of comprehensive income for the third quarter ended 30 September 2009

	3rd Qtr 2009	3 Qtr 2008	Var %(+/-)	9 mths ended 30.09.09	9 mths ended 30.09.08	Var %(+/-)
Profit for the period	5,078	7,171	-29.2	19,926	17,742	+12.3
Other comprehensive income/(expense):						
Financial assets, available-for-sale – fair value gains/(losses)	2,395	(52,060)	NM	12,702	(88,540)	NM
Transfer to income statement on disposal	(1,998)	-	NM	(6,723)	-	NM
Total comprehensive income/(expense) for the period attributable to equity holders of the Company	5,475	(44,889)	NM	25,905	(70,798)	NM

NM – Not Meaningful

Notes to income statement:	3rd Qtr 2009 S\$'000	3rd Qtr 2008 S\$'000	9 months ended 30 Sept 09 S\$'000	9 months ended 30 Sept 08 S\$'000
The profit after tax is determined after (charging) / crediting the following :				
Depreciation	(1,961)	(1,219)	(5,839)	(3,256)
Allowance for impairment of receivables	(64)	(29)	(2,146)	(74)
Interest expense	(131)	(126)	(493)	(400)
Interest income	5	58	7	174
Gain on disposal of property, plant & equipment	4	1,791	336	4,888
Foreign exchange gains/(losses)	(5)	502	(319)	(296)
Gain from disposal of financial assets, available-for-sale	1,998	-	6,723	-
Amortisation of deferred income	15	16	47	32
Overprovision of income tax expenses in prior years	114	-	507	-

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

	The Group	The Group	The Company	The Company
	30.09.09	31.12.08	30.09.09	31.12.08
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	19,021	4,313	194	82
Financial assets, available-for-sale	24,840	21,090	24,840	21,090
Trade and other receivables	13,623	16,095	-	-
Due from subsidiaries (non-trade)	-	-	54,399	50,938
Inventories	66	147	-	-
Other current assets	1,478	1,459	19	17
	59,028	43,104	79,452	72,127
Non-current assets classified as held for sale	11,279	-	-	-
	70,307	43,104	79,452	72,127
Non-current assets				
Investment in subsidiaries	-	-	7,836	7,786
Investment in an associated company	312	-	231	211
Property, plant and equipment	145,573	131,473	-	-
	145,885	131,473	8,067	7,997
Total assets	216,192	174,577	87,519	80,124
LIABILITIES				
Current liabilities				
Trade and other payables	31,020	23,481	6,585	5,658
Borrowings	25,502	18,613	-	-
Current income tax liabilities	390	626	-	-
	56,912	42,720	6,585	5,658
Non-current liabilities				
Borrowings	10,126	7,235	-	-
Deferred income tax liabilities	468	102	-	-
Deferred gain	1,166	1,213	-	-
	11,760	8,550	-	-
	68,672	51,270	6,585	5,658
NET ASSETS	147,520	123,307	80,934	74,466
Share capital and reserves				
Share capital	27,380	27,380	27,380	27,380
Other reserves	20,259	13,999	24,033	19,311
Retained earnings	99,881	81,928	29,521	27,775
	147,520	123,307	80,934	74,466

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

Amount repayable in one year or less, or on demand

30.09.09		31.12.08	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
20,952	4,550	8,563	10,050

Amount repayable after one year

30.09.09		31.12.08	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
10,126	0	7,235	0

The Group's borrowings include:

(a) Secured Bank Loans

These were secured by the pledge of the Group's leasehold properties and certain vessels.

(b) Finance Lease

The finance lease obligations were secured with the fixed assets of the Group.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year

	3rd Qtr ended 30.09.09 S\$'000	3rd Qtr ended 30.09.08 S\$'000	9 months- 30.09.09 S\$'000	9 months- 30.09.08 S\$'000
Cash flows from operating activities				
Net Profit	5,078	7,171	19,926	17,742
Adjustments for :				
Income tax expense	24	120	249	424
Share of (profit)/loss of an associated company	(292)	74	(292)	211
Employee share option expense	82	108	281	302
Depreciation of property, plant and equipment	1,961	1,219	5,839	3,256
Interest expense	131	126	493	400
Interest income	(5)	(58)	(7)	(174)
Amortisation of deferred income	(15)	(16)	(47)	(32)
Gain from disposal of property, plant and equipment	(4)	(1,791)	(336)	(4,888)
Gain from disposal of financial assets, available-for-sale	(1,998)	0	(6,723)	0
Operating cash flow before working capital changes	4,962	6,953	19,383	17,241
Changes in working capital :				
Trade and other receivables	2,156	(4,366)	2,472	(4,107)
Inventories	103	(21)	81	(166)
Other current assets	(862)	(419)	(19)	(365)
Trade and other payables	7,444	4,048	7,539	1,813
Cash generated from operations	13,803	6,195	29,456	14,416
Income tax paid	(114)	(274)	(119)	(893)
Net cash provided by operating activities	13,689	5,921	29,337	13,523
Cash flows from investing activities :				
Proceeds from disposal of financial assets, available-for-sale	2,605	0	8,951	0
Investment in an associated company	(20)	0	(20)	(211)
Interest received	5	58	7	174
Proceeds from disposal of property, plant and equipment	26	8,409	941	19,238
Purchase and construction of property, plant and equipment	(11,380)	(12,093)	(31,823)	(35,973)
Net cash used in investing activities	(8,764)	(3,626)	(21,944)	(16,772)
Cash flows from financing activities :				
Proceeds from issuance of ordinary shares	0	247	0	348
Dividends paid	0	0	(1,972)	(1,968)
Interest paid	(131)	(126)	(493)	(400)
Proceeds from borrowings	7,080	3,250	16,330	8,560
Repayment of borrowings	(2,865)	(1,720)	(6,499)	(3,306)
Repayment of finance lease liabilities	(15)	(68)	(51)	(342)
Net cash provided by financing activities	4,069	1,583	7,315	2,892
Net increase/(decrease) in cash and cash equivalents held	8,994	3,878	14,708	(357)
Cash and cash equivalents at the beginning of the period	10,027	5,560	4,313	9,795
Cash and cash equivalents at the end of the financial period	19,021	9,438	19,021	9,438

(A) Cash and bank balances

Cash and bank balances comprise the following:

	30.09.09	30.09.08
	S\$'000	S\$'000
Fixed Deposits	2,035	6,486
Cash and bank balances	16,986	2,952
	19,021	9,438

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

2009 The Group (S\$'000)	Share capital	Other reserves	Retained earnings	Total
Balance as at 01.01.09	27,380	13,999	81,928	123,307
Employee share option scheme - value of employee service	-	129	-	129
Total comprehensive income/(expense)	-	(6,840)	5,432	(1,408)
Balance as at 31.03.09	27,380	7,288	87,360	122,028
Employee share option scheme -value of employee service	-	70	-	70
Total comprehensive income/(expense)	-	12,422	9,415	21,837
Dividend paid	-	-	(1,972)	(1,972)
Balance as at 30.06.09	27,380	19,780	94,803	141,963
Employee share option scheme -Value of employee service	-	82	-	82
Total comprehensive income/(expense)	-	397	5,078	5,475
Balance as at 30.09.09	27,380	20,259	99,881	147,520

2008 The Group (S\$'000)	Share Capital	Other Reserves	Retained earnings	Total
Balance as at 01.01.08	26,919	122,931	60,304	210,154
Employee share option scheme - Value of employee service	-	97	-	97
Total comprehensive income/(expense)	-	(33,820)	4,850	(28,970)
Balance as at 31.03.08	26,919	89,208	65,154	181,281
Issue of shares pursuant to an employee share option scheme	101	-	-	101
Employee share option scheme -Value of employee service	-	97	-	97
Total comprehensive income/(expense)	-	(2,660)	5,721	3,061
Dividend paid	-	-	(1,968)	(1,968)
Balance as at 30.06.08	27,020	86,645	68,907	182,572
Issue of shares pursuant to an employee share option scheme	247	-	-	247
Employee share option scheme - Value of employee service	-	108	-	108
Transfer to share capital upon exercise of share options	113	(113)	-	-
Total comprehensive income/(expense)	-	(52,060)	7,171	(44,889)
Balance as at 30.09.08	27,380	34,580	76,078	138,038

2009 The Company (\$S'000)	Share Capital	Other reserves	Retained earnings	Total
Balance as at 01.01.09	27,380	19,311	27,775	74,466
Employee share option scheme -value of employee service	-	129	-	129
Total comprehensive income/(expense)	-	(6,840)	(1,195)	(8,035)
Balance as at 31.03.09	27,380	12,600	26,580	66,560
Employee share option scheme -value of employee service	-	70	-	70
Total comprehensive income/(expense)	-	11,303	3,927	15,230
Dividend paid	-	-	(1,972)	(1,972)
Balance as at 30.06.09	27,380	23,973	28,535	79,888
Employee share option scheme -value of employee service	-	82	-	82
Total comprehensive income/(expense)	-	(22)	986	964
Balance as at 30.09.09	27,380	24,033	29,521	80,934

2008 The Company (\$S'000)	Share Capital	Other reserves	Retained earnings	Total
Balance as at 01.01.08	26,919	128,243	31,661	186,823
Employee share option scheme -value of employee service	-	97	-	97
Total comprehensive income/(expense)	-	(33,820)	(224)	(34,044)
Balance as at 31.03.08	26,919	94,520	31,437	152,876
Issue of shares pursuant to an employee share option scheme	101	-	-	101
Employee share option scheme -value of employee service	-	97	-	97
Total comprehensive income/(expense)	-	(2,660)	(924)	(3,584)
Dividends paid	-	-	(1,968)	(1,968)
Balance as at 30.06.08	27,020	91,957	28,545	147,522
Issue of shares pursuant to an employee share option scheme	247	-	-	247
Employee share option scheme -Value of employee service	-	108	-	108
Transfer to share capital upon exercise of share options	113	(113)	-	-
Total comprehensive income/(expense)	-	(52,060)	(1,476)	(53,536)
Balance as at 30.09.08	27,380	39,892	27,069	94,341

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 well as the number of shares held as treasury shares, if any, against the total number of issued shares excluding treasury shares of the issuer, 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 the financial period ended 30 September 2009, the Company has granted options to subscribe for 1,150,000 shares to employees and controlling shareholders/directors. The Company has 4,700,000 (2008: 2,825,000) ordinary shares under option outstanding at the end of the financial period.

1(d)(iii) To show the total number of issued shares excluding treasury shares as at the end of the current financial period and as at the end of the immediately preceding year.

	30.09.09	31.12.08
No of ordinary shares issued and paid up	197,208,717	197,208,717

The Company does not have any treasury shares as at 30 September 2009 and 31 December 2008.

1(d)(iv) A statement showing all sales, transfers, disposals, cancellation and/or use of treasury shares as at the end of the current financial period reported on.

Not applicable

2. Whether the figures have been audited, or reviewed and in accordance with which auditing standard or practice (e.g. the Singapore Standard on Auditing 910 (Engagements to Review Financial Statements), or an equivalent standard)

The figures have not been audited or reviewed by the Company's 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 in the financial information for the current reporting period compared to the audited financial statements for the financial year ended 31 December 2008.

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

Certain new standards, amendments and interpretations to existing standards have been published and they are mandatory for the Group's accounting periods beginning on or after 1 January 2009 or later periods. The adoption of these accounting standards, amendments and interpretations will not have a material impact on the Group's financial statements.

6. Earnings per ordinary share of the group for the current period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends

	9 months ended 30.09.09	9 months ended 30.09.08
Based on number of ordinary shares in issue (in cents)	10.10	9.01
Based on fully diluted number of ordinary shares (in cents)	10.06	8.99

The calculation of basic earnings per share for the nine months ended 30 September 2009 and 30 September 2008 is based on weighted average number of 197,208,717 issued and fully paid ordinary shares and the weighted average number of 197,208,717 issued and fully paid up ordinary shares respectively.

The calculation of fully diluted earnings per share for the nine months ended 30 September 2009 and 30 September 2008 is based on 197,994,641 shares and 197,352,679 shares respectively.

7. **Net asset value (for the issuer and group) per ordinary share based on total number of issued shares excluding treasury shares of the issuer at the end of the (a) current period reported on and (b) immediately preceding financial year**

	The Group		The Company	
	30.09.09	31.12.08	30.09.09	31.12.08
Net asset backing per ordinary share based on existing share capital as at the end of the period (in S\$)	0.75	0.63	0.41	0.38
Number of shares used in computing Net Asset	197,208,717	197,208,717	197,208,717	197,208,717

The net asset value per ordinary share of the Group and the Company as at 30 September 2009 and 31 December 2008 was calculated based on 197,208,717 issued and fully paid ordinary shares.

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: any significant factors that affected the turnover, costs, and earnings of the group for financial period reported on, including (where applicable) seasonal or cyclical factors. It must also discuss any material factors that affected the cash flow, working capital, assets or liabilities of the group during the current financial period reported on**

Consolidated income statement

Revenue

The Group's total revenue for the third quarter decreased 8.4% to S\$13.1m compared with S\$14.3m for 3Q08. The marine logistics business slowed in the third quarter. Charter rates and vessel utilization dropped resulting in lower revenue despite owning and operating more vessels. Ship repair revenue was also down in the third quarter as fewer vessels docked for repair.

Gross Profits

The Group's gross profit for the third quarter dipped to S\$5.5m from S\$7.8m for 3Q08 due to lower sales and higher cost of sales. Cost of sales were higher due to larger crew employment and depreciation in line with expanded fleet.

Other gains-net

In 3Q09, the Group made a gain of \$2.0m from partially divestment of financial assets-available-for-sale.

Net profit before tax

The Group's net profit before tax for the third quarter decreased 29.2% over 3Q08 due to weaker demand and lower chartering rates.

9 Months ended 30 September 2009

For the 9 months ended 30 September 2009, revenue and gross profit were 27.7% and 16.2% higher respectively as the initial 2 quarters enjoyed better operating conditions. The administrative and finance expenses for the 9 months were higher due mainly to allowance for impairment of receivables in the 2 quarter of 2009 and higher accrual of performance bonus. Finance expense increased 23.3% in line with higher bank borrowings.

Consolidated balance sheet

Financial assets, available for sale (AFS) increased due to higher stock market price. As at 30 September 2009, the Group owned 27 million Swiber Holding Limited shares after it sold 11 million shares and received considerations of S\$9 million.

Trade receivables decreased due mainly to lower revenue in the 3Q 2009.

Non-current assets classified as held for sale relates to 4 vessels where sale agreements were signed in September 2009. The sales were completed in October 2009.

The increase in fixed assets was due mainly to the delivery of new vessels and progress payments made for vessels under construction.

Trade creditors and other payables increased due mainly to higher amount owing to shipbuilders for vessels under construction.

Bank borrowings were higher to meet the Group's investment in new vessels.

Deferred gain represents 49% of Swissco's share in the unrealized gain from the sale of a vessel to PT Indonesia (an associated company). This amount will be amortized over a period of 20 years on a straight line basis.

The Group's equity attributable to equity holders of the Company increased as a result of higher profitability and higher market valuation of financial assets, available for sale.

Consolidated cash flow statement

The Group continued to generate strong cash flow from its operations for the 9 months ended 30 September 2009. Proceeds from partial divestment of financial assets, available for sale and vessel sales provided funds for the fleet expansion and renewal program.

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 are consistent with the industry outlook as previously stated.

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

Operating conditions in 3Q 2009 were challenging. Despite evidence of some signs of improvements in the global economy, we still expect the operating conditions for the rest of the year to remain uncertain. The Group will continue to enhance its operational efficiency and will optimize its fleet deployment to meet the changing market conditions.

On its fleet renewal program, the Group expects to take delivery of another six vessels over the next two quarters.

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

Not applicable

(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 dividend has been declared / recommended during the financial period.

PART II - ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT (This part is not applicable to Q1, Q2, Q3 or Half Year Results)

- 13. Segmented revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited annual financial statements, with comparative information for the immediately preceding year**

Not applicable.

- 14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments**

Not applicable

- 15. A breakdown of sales**

Not applicable

- 16. A breakdown of the total annual dividend (in dollar value) for the issuer's latest full year and its previous full year**

Not applicable.

- 17. Interested Persons Transactions.**

Name of Interested Person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than S\$100,000)
Swissco Structural Mechanical Pte Ltd	Rental expense of S\$513,143 paid for the use of the premises at No. 9 Pandan Road, Singapore 609257

The Company has no shareholder mandate pursuant to Rule 920 of the SGX Listing Manual.

CONFIRMATION BY THE BOARD PURSUANT TO RULE 705(4) OF THE SGX LISTING MANUAL

The Board of Directors hereby confirm that, to the best of its knowledge, nothing has come to its attention which may render the unaudited financial results for the third quarter ended 30 September 2009 to be false and misleading in any material aspect.

BY ORDER OF THE BOARD

Tan Ching Chek
Company Secretary
13 November 2009