



SWISSCO

Company Registration No: 200404711D

SWISSCO HOLDINGS LIMITED
(formerly known as C2O Holdings Limited)

UNAUDITED FINANCIAL STATEMENT ANNOUNCEMENT FOR THE 2ND QUARTER AND HALF YEAR ENDED 30 JUNE 2011
--

This announcement has been prepared by the Company and its contents have been reviewed by the Company's Sponsor, Collins Stewart Pte. Limited for compliance with the relevant rules of the SGX-ST. Collins Stewart Pte. Limited has not independently verified the contents of this announcement. This announcement has not been examined or approved by the SGX-ST and the SGX-ST assumes no responsibility for the contents of this announcement, including the correctness of any of the statements or opinions made or reports contained in this announcement.

The contact person for the Sponsor is Mr Alex Tan, Managing Director, Corporate Finance, Collins Stewart Pte. Limited at 77 Robinson Road #21-02 Singapore 068896, Telephone: (65) 6854 6160.

PART I INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2 & Q3), HALF-YEAR AND FULL YEAR ANNOUNCEMENTS

The Board of Directors of Swissco Holdings Limited is pleased to announce the consolidated results of the Group for the 2nd quarter (“2Q2011”) and half year ended 30 June 2011 (“1H2011”)

1 (a) (i) A consolidated statement of comprehensive income (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Income Statement

	GROUP 2nd Quarter Ended 30/06/2011 (\$'000)	GROUP 2nd Quarter Ended 30/06/2010 (\$'000)	Inc/ (Decr) %	GROUP Half year Ended 30/06/2011 (\$'000)	GROUP Half year Ended 30/06/2010 (\$'000)	Inc/ (Decr) %
Sales	11,833	-	n.m.	18,845	12,534	50.3
Cost of sales	(6,856)	-	n.m.	(13,653)	(11,876)	15.0
Gross profit	4,977	-	n.m.	5,192	658	689.1
Other income	25	49	(49.0)	54	97	(44.3)
Other gains/(losses) – net	39	24	62.5	431	106	306.6
Less: Expenses						
Administrative	(2,127)	(1,024)	107.7	(3,356)	(2,480)	35.3
Finance	(808)	(31)	2,506.4	(1,533)	(31)	4,845.1
Share of (loss)/profit of an associated company	(31)	-	n.m.	47	-	n.m.
Share of loss of joint ventures	(313)	(217)	44.2	(618)	(1,341)	(53.9)
Profit/(loss) before tax	1,762	(1,199)	n.m.	217	(2,991)	n.m.
Income tax expenses	(506)	-	n.m.	(724)	(138)	424.6
Profit/(loss), net of tax	1,256	(1,199)	n.m.	(507)	(3,129)	(83.8)
<u>Other Comprehensive Loss:</u>						
Currency translation differences arising from consolidation	(95)	(11)	763.6	(180)	(14)	1,185.7
Financial Assets, Available for Sale – Fair Value Loss	(2,430)	-	n.m.	(7,695)	-	n.m.
Other Comprehensive Loss, Net of Tax	(2,525)	(11)	n.m.	(7,875)	(14)	n.m.
Total Comprehensive Loss Attributable to Equity Holders of the Company	(1,269)	(1,210)	4.9	(8,382)	(3,143)	166.7

n.m. - not meaningful

1 (a) (ii) The total comprehensive loss attributable to equity holders of the Company include the following credits/(charges):-

	GROUP 2nd Quarter Ended	GROUP 2nd Quarter Ended	Inc/ (Decr)	GROUP Half Year Ended	GROUP Half Year Ended	Inc/ (Decr)
	30/06/2011 (S\$'000)	30/06/2010 (S\$'000)	%	30/06/2011 (S\$'000)	30/06/2010 (S\$'000)	%
Depreciation	(2,390)	(1)	n.m.	(4,917)	(2)	n.m.
Allowance for impairment on trade and other receivables	(736)	-	n.m.	(312)	(120)	160.0
Interest expense	(635)	-	n.m.	(1,360)	-	n.m.
Interest income	25	49	(48.9)	51	97	(47.4)
Foreign exchange (losses)/gains	(237)	16	n.m.	(241)	132	n.m.
Net gain on disposal of property, plant and equipment	223	-	n.m.	198	-	n.m.
Amortization of deferred income	17	-	n.m.	447	-	n.m.
Overprovision of income tax in prior years	-	-	-	37	-	n.m.
Acquisition related costs	-	(483)	n.m.	(518)	(1,373)	(62.3)

n.m. - not meaningful

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 As at 30/06/2011 (\$'000)	GROUP As at 31/12/2010 (\$'000)	COMPANY As at 30/06/2011 (\$'000)	COMPANY As at 31/12/2010 (\$'000)
ASSETS				
Current assets				
Cash and cash equivalents	8,814	17,802	840	3,113
Financial assets, available-for- sale	19,575	27,270	-	-
Trade and other receivables	12,401	12,007	3,007	2,975
Inventories	281	159	-	-
Other current assets	4,233	1,333	13	683
	<u>45,304</u>	<u>58,571</u>	<u>3,860</u>	<u>6,771</u>
Non-current assets				
Other receivables	13,072	11,229	13,072	11,229
Investment in subsidiaries	-	-	177,887	177,887
Investment in associated company	400	353	-	-
Investment in joint ventures	1,534	2,274	50	50
Property, plant and equipment	162,330	173,074	-	-
	<u>177,336</u>	<u>186,930</u>	<u>191,009</u>	<u>189,166</u>
Total assets	<u>222,640</u>	<u>245,501</u>	<u>194,869</u>	<u>195,937</u>
LIABILITIES				
Current liabilities				
Trade and other payables	11,745	9,520	48,434	28,570
Borrowings	60,609	102,927	18,460	60,398
Current income tax liabilities	394	409	1	9
	<u>72,748</u>	<u>112,856</u>	<u>66,895</u>	<u>88,977</u>
Non-current liabilities				
Borrowings	52,505	26,429	49,536	26,400
Deferred income tax liabilities	1,482	1,482	-	-
Deferred gain	1,055	1,502	-	-
	<u>55,042</u>	<u>29,413</u>	<u>49,536</u>	<u>26,400</u>
Total liabilities	<u>127,790</u>	<u>142,269</u>	<u>116,431</u>	<u>115,377</u>
NET ASSETS	<u>94,850</u>	<u>103,232</u>	<u>78,438</u>	<u>80,560</u>
EQUITY				
Capital and reserves attributable to equity holders of the Company				
Share capital	91,681	91,681	91,681	91,681
Other reserves	(10,357)	(2,482)	-	-
Retained earnings/(accumulated losses)	13,526	14,033	(13,243)	(11,121)
Total equity	<u>94,850</u>	<u>103,232</u>	<u>78,438</u>	<u>80,560</u>

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

Amount repayable in one year or less, or on demand

As at 30/06/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
(\$'000)	(\$'000)	(\$'000)	(\$'000)
49,381	11,228	85,764	17,163

Amount repayable after one year

As at 30/06/2011		As at 31/12/2010	
Secured	Unsecured	Secured	Unsecured
(\$'000)	(\$'000)	(\$'000)	(\$'000)
48,647	3,858	26,429	-

Details of any collateral

(a) Secured Bank Loans

These were secured by the pledge of the Group's leasehold properties, certain vessels and financial assets, available for sale.

(b) Finance Lease

Included in the above borrowings were finance lease obligations of \$33,116 which are secured on the motor vehicles held under finance lease, of which \$8,648 is repayable within a year and the remaining \$24,468 after one year.

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 Half Year Ended 30/06/2011 (\$'000)	GROUP Half Year Ended 30/06/2010 (\$'000)
Cash flows from operating activities		
Net loss	(507)	(3,129)
Adjustments for:		
Income tax expense	724	138
Share of profit of an associated company	(47)	-
Share of loss of joint ventures	618	1,341
Amortization of deferred gain	(447)	-
Depreciation of property, plant and equipment	4,917	2
Interest expense	1,360	-
Interest income	(51)	(97)
Gain on disposal of property, plant & equipment	(198)	-
Operating cash flows before changes in working capital	<u>6,369</u>	<u>1,745</u>
Changes in working capital:		
Trade and other receivables	(394)	404
Inventories	(122)	-
Other current assets	(2,900)	(1,283)
Trade and other payables	2,225	(159)
Net cash flows generated from/(used in) operations before tax	<u>5,178</u>	<u>(2,783)</u>
Income tax paid	(739)	(76)
Net cash flows generated from/(used in) operating activities	<u>4,439</u>	<u>(2,859)</u>
Cash flows from investing activities		
Interest received	51	97
Loan to joint venture	(1,843)	196
Proceeds from disposal of property, plant and equipment	9,810	-
Purchases and construction of property, plant and equipment	(3,785)	(2)
Net cash flows generated from/(used in) investing activities	<u>4,233</u>	<u>(291)</u>
Cash flows from financing activities		
Interest paid	(1,360)	-
Proceeds from borrowings	59,467	1,000
Repayment of borrowings	(75,701)	-
Repayment of finance lease liabilities	(8)	-
Restricted cash	-	60,000
Net cash flows (used in)/generated from financing activities	<u>(17,602)</u>	<u>61,000</u>
Net (decrease) / increase in cash and cash equivalents	(8,930)	58,432
Cash and cash equivalents, beginning balance	17,802	4,286
Effects of currency translation on cash and cash equivalents	(58)	(9)
Cash and cash equivalents, ending balance	<u>8,814</u>	<u>62,709</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.

Group (\$'000)	Share Capital	Other reserves	Retained Earnings / (Accumulated Losses)	Total Equity
Previous Year:				
As at 01/01/2010	78,670	(405)	155	78,420
Total comprehensive income for the period	-	(3)	(1,931)	(1,934)
As at 31/03/2010	78,670	(408)	(1,776)	76,486
Total comprehensive income for the period	-	(11)	(1,199)	(1,210)
As at 30/06/2010	78,670	(419)	(2,975)	75,276
Current Year:				
As at 01/01/2011	91,681	(2,482)	14,033	103,232
Total comprehensive income for the period	-	(5,350)	(1,763)	(7,113)
As at 31/03/2011	91,681	(7,832)	12,270	96,119
Total comprehensive income for the period	-	(2,525)	1,256	(1,269)
As at 30/06/2011	91,681	(10,357)	13,526	94,850

Company (\$'000)	Share Capital	Accumulated Losses	Total Equity
Previous Year:			
As at 01/01/2010	78,670	(5,566)	73,104
Total comprehensive income for the period	-	(906)	(906)
As at 31/03/2010	78,670	(6,472)	72,198
Total comprehensive income for the period	-	(683)	(683)
As at 30/06/2010	78,670	(7,155)	71,515
Current Year:			
As at 01/01/2011	91,681	(11,121)	80,560
Total comprehensive income for the period	-	(1,235)	(1,235)
As at 31/03/2011	91,681	(12,356)	79,325
Total comprehensive income for the period	-	(887)	(887)
As at 30/06/2011	91,681	(13,243)	78,438

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.

There has been no change in the Company's share capital during the half year ended 30 June 2011.

1(d)(iii) 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.

	30/06/2011	31/12/2010
Total number of issued shares (excluding treasury shares)	431,823,169	431,823,169

The Company did not have any treasury shares as at 30 June 2011 and 31 December 2010.

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.

The figures are not required to be audited and have not been 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.

Except as disclosed in paragraph 5 below, the Group has applied the same accounting policies and methods of computation in the financial information for the current reporting period, compared with the last audited financial statements as at 31 December 2010.

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 2011, The Group adopted the amended Financial Reporting Standards ("FRS) Amendments to FRS 24 – Related party disclosures that is mandatory for application from that date.

The adoption of the above FRS did not have any significant impact on the Group's results for the 6 months ended 30 June 2011.

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 2nd Quarter Ended 30/06/2011	GROUP 2nd Quarter Ended 30/06/2010	GROUP Half year Ended 30/06/2011	GROUP Half year Ended 30/06/2010
Earnings per share (cents)				
a) Based on the weighted average number of ordinary shares on issue	0.29	(0.29)	(0.12)	(0.77)
b) On a fully diluted basis	0.29	(0.29)	(0.12)	(0.77)

Note: Weighted average ordinary shares for calculation of:-

a) Based on the weighted average number of ordinary shares on issue	431,823,169	403,891,000	431,823,169	403,891,000
b) On a fully diluted basis	431,823,169	403,891,000	431,823,169	403,891,000

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 As at 30/06/2011	GROUP As at 31/12/2010	COMPANY As at 30/06/2011	COMPANY As at 31/12/2010
Net asset value per share (cents)	21.97	23.91	18.16	18.66

Net asset value per ordinary share is calculated by dividing the net assets of Group/Company as at 30 June 2011 and 31 December 2010 respectively by 431,823,169 issued and fully paid up 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:-

- (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.**

Consolidated Income Statement

The Company successfully completed its merger with Swissco International Limited on 23 September 2010 and now has 3 business segments namely:

- i) Vessel chartering
- ii) Ship repair and maintenance
- iii) Maritime services

Prior to the merger, the Group's business consists of vessel chartering and maritime services only. The maritime services segment provides maritime support services and trading of vessels. The vessel chartering business consists of the activities of Valueright, a 50/50 joint venture with Hadi Hamad Al-Hammam Establishment. Performance of this joint venture is now equity accounted and recognized as share of the joint venture's profit / (loss) in the Group's financial statement.

Post merger, the vessel chartering segment comprises chartering of vessels and marine logistics services by its newly acquired subsidiaries.

Revenue

2Q2011 vs. 2Q2010

(S\$ million)	2Q2011	2Q2010	1Q2011
Vessel Chartering	11.1	-	6.4
Ship Repair	0.7	-	0.6
Maritime Services	-	-	-
Total Revenue	11.8	-	7.0

Group revenue for 2Q2011 was \$11.8 million whereas the restated 2Q2010 vessel chartering revenue was nil as the results of Valueright was equity accounted.

Group revenue of \$11.8 million comprises vessel chartering revenue of \$11.1 million and ship repair revenue of \$0.7 million. Compared to 1Q2011, Group revenue increased due to improved utilization rates and average charter rate resulting from utilization of higher specification vessels which command higher rates. The Group's ship repair and maintenance business registered marginal improvement in revenue as higher value jobs were completed during the period.

Cost of sales for 2Q2011 of \$6.9 million comprises mainly depreciation of \$2.4 million and crew costs of \$1.3 million in relation to the vessels owned and operated.

Administrative expenses – Administrative expenses for 2Q2011 were higher compared to 2Q2010 due mainly to higher admin expenses resulting from an enlarged group and management team and higher provision for impairment of trade receivables in 2Q2011.

Finance expenses of \$0.8 million were mainly in relation to interest incurred on the Group's bank borrowings. Bank borrowings comprised loans taken up for the acquisition of Swissco International Limited as well as

existing loans of the acquired entities.

Share of loss of joint venture. The Group's 50% owned joint venture Hadi International Marine Services Pte Ltd incurred losses amounting to \$0.3 million in 2Q2011 compared to \$0.2 million in 2Q2010 due to higher cost of vessel upkeep and lower charter rates.

Net profit before tax – The Group recorded a net profit before tax of \$1.8 million in 2Q2011 as compared to net loss before tax of \$1.2 million in 2Q2010. This was due mainly to contributions from the acquired subsidiaries.

Income tax expense of \$0.5 million relates mainly to corporate tax expense of the Group and withholding tax expense incurred by vessels operating in overseas waters.

1H2011 vs. 1H2010

Group revenue of \$18.9 million for 1H2011 comprises vessel chartering revenue \$17.4 million, ship repair revenue of \$1.4 million whereas the maritime services segment contributed fully to the Group's revenue of \$12.5 million in 1H2010.

Cost of sales increased by \$1.8 million or 15.1% from \$11.9 million in 1H2010 to \$13.7 million in 1H2011. Cost of sales of \$11.9 million for 1H2010 was mainly related to cost of equipment sold. In 1H2011, cost of sales comprises mainly depreciation of \$4.9 million, fuel of \$2.0 million and crew costs \$2.0 million in relation to the vessels owned and operated.

Gross profit - Gross profit increased to \$5.2 million in 1H2011 in line with higher revenue resulting from higher utilization of vessels owned and operated.

Other gains / (losses)-net for 1H2011 comprises \$0.4 million of deferred gain realized in 1Q2011. Deferred gain represents the unrealized gain from the sale of a vessel to PT Swissco Indonesia, a 49% held associated company.

Administrative expenses for 1H2011 increased by S\$876,000 or 35.3% as compared to 1H2010, due to an enlarged group and management team and higher provision for impairment of trade receivables in 2Q2011.

Finance expenses of \$1.5 million were mainly in relation to interest incurred on the Group's bank borrowings. Bank borrowings comprised loans taken up for the acquisition of Swissco International Limited as well as existing loans of the acquired entities.

Share of loss of joint venture. The Group's 50% owned joint venture Hadi International Marine Services Pte Ltd incurred losses amounting to \$0.6 million in 1H2011 compared to \$1.3 million in 1H2010 due mainly to higher tax expense in 1H2010.

Net profit before tax – The Group recorded a net profit before tax of \$0.2 million in HY2011 as compared to a net loss before tax of \$3.0 million in 1H2010. This was due to contributions from the acquired subsidiaries in 2Q2011.

Income tax expense of \$0.7 million relates mainly to corporate tax expense of the Group and withholding tax expense incurred by vessels operating in overseas waters.

Consolidated Balance Sheet

Assets

The Group's total assets decreased by \$22.9 million from \$245.5 million as at 31 December 2010 to \$222.6 million as at 30 June 2011. The decrease was mainly due lower market price of financial assets available-for-sale, the disposal of the 3 vessels and the repayment of certain bank loans with cash in HY2011.

Liabilities

The Group's total liabilities decreased by \$14.3 million from \$142.2 million as at 31 December 2010 to \$127.8 million as at 30 June 2011 mainly due to net repayment of bank borrowings of \$16.2 million in HY2011.

In March 2011, the Group had restructured certain loan facilities which helped improved its working capital position by \$28.8 million from a net current liability position of \$54.3 million as at 31 December 2010 to \$27.4 million as at 30 June 2011. The Group initiated negotiation since May 2011 and in July 2011 restructured part of its other borrowings to further improve its working capital position.

Share Capital and Reserves

Total equity decreased from \$103.2 million as at 31 December 2010 to \$94.9 million as at 30 June 2011 due mainly to fair value loss of financial assets available-for-sale and net loss for the period ended 30 June 2011.

Cash Flow Statement

The Group recorded operating cash flows before changes in working capital of \$6.4 million. Cash outflows from (i) increase in other current assets of \$2.9 million; (ii) increase in trade and other receivables of \$394,000; and (iii) increase in inventories of \$122,000 were partly offset by an increase in trade and other payables of \$2.2 million. The Group paid an income tax of \$739,000 resulting in net cash generated from operating activities of \$4.4 million from 1H2011.

Net cash generated from investing activities of \$4.3 million for 1H2011 was due mainly to cash inflow of \$9.8 million from the proceeds from disposal of 3 vessels, partially offset by cash outflow of \$3.8 million due to progress payments for the construction of vessels ordered by the Group as well as a loan to joint venture, Valueright of \$1.8 million.

Net cash used in financing activities for 1H2011 of approximately \$17.6 million was due mainly to net loan repayment of \$16.2 million which was partially funded by with proceeds from the disposal of the 3 vessels and internal cash balances.

As a result of the above, there was a net decrease in cash and cash equivalents of \$8.9 million for the 1H2011.

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

Not applicable, the Group has not disclosed any forecast or prospect statements to its shareholders previously.

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.

With the uncertainties arising from the Eurozone debt crisis, the US debt rating review, fiscal and monetary measures by large emerging economies to cope with inflation, global economic activities may slow and consequently affect the offshore support vessel market.

The OSV market has experienced higher activities in selective segments in 2Q2011. During this period the Group's vessel utilization has increased and this is expected to hold for the rest of the year, subject to the impact of the debt crisis, but new deliveries entering the market will continue to keep charter rates low and increase competition.

To meet the increasingly demanding requirements of charterers, the Group will review its fleet composition and focus on buildings and expanding its fleet capabilities. Higher specification, more versatile vessels will be added and older vessels and those that do not fit the targeted composition will be disposed.

11. Dividend

(a) Current Financial Period Reported On

No.

(b) Corresponding Period of the Immediately Preceding Financial Year

No.

(c) Date payable

Not applicable.

(d) Book closure date

Not applicable.

12. If no dividend has been declared (recommended), a statement to that effect.

The directors do not recommend the payment of a dividend for the current period.

13. Interested person 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 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 S\$100,000)
Dragon Supply Ships Pte Ltd ⁽¹⁾	\$87,913	Not applicable
Swissco Structural Mechanical Pte Ltd ⁽²⁾	\$204,192	Not applicable

Notes:-

- (1) Mr Robert Chua Swee Chong, a director and controlling shareholder of Swissco Holdings Limited, is also a director and shareholder of Dragon Supply Ships Pte Ltd ("DSSPL"). DSSPL purchased goods on behalf of the joint venture and re-charged the joint venture on a cost basis.
- (2) Mr Alex Yeo Kian Teong, a director and substantial shareholder of Swissco Holdings Limited, is a director and shareholder of Swissco Structural Mechanical Pte Ltd ("SSMPL"). Swissco Offshore (Pte) Ltd, a subsidiary of

Swissco International Pte Ltd, is renting the premise at No. 9 Pandan Road from “SSMPL” for storage of goods and wharfage from 1 January 2011 to 30 April 2011.

The Audit Committee has reviewed the transactions and is of the view that the transactions with DSSPL and SSMPL, were undertaken on normal commercial terms and were not prejudicial to the interests of the Company and its minority shareholders.

BY ORDER OF THE BOARD

Kang Hwee Meng
Chief Executive Officer
12th August 2011

**CONFIRMATION BY THE BOARD ON FINANCIAL RESULTS PURSUANT TO RULE 705(5)
OF THE RULES OF CATALIST**

We, Robert Chua Swee Chong and Kang Hwee Meng, being directors of Swissco Holdings Limited (the “Company”), do hereby confirm for and on behalf of the Board of 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 unaudited financial results for the 2nd quarter and half year ended 30 June 2011 to be false or misleading in any material aspect.

On behalf of the Board of Directors

Robert Chua Swee Chong
Executive Chairman

Kang Hwee Meng
Chief Executive Officer

Singapore, 12th August 2011