

SWISSCO INTERNATIONAL LIMITED
(COMPANY REGISTRATION NO: 200401051D)

Full Year Unaudited Financial Statement And Dividend Announcement

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

	31.12.07	31.12.06	Variance
	S\$'000	S\$'000	%age +/-
Sales	31,158	25,329	+23.0
Cost of sales	(15,347)	(15,007)	+2.3
Gross Profit	15,811	10,322	+53.2
Other income	861	249	+245.8
Other gains-net	35,666	5,880	+506.6
Less Expenses :			
Administrative	(10,983)	(5,291)	+107.6
Finance	(699)	(411)	+70.1
Share of profit of an associated company	-	2,467	NM
Profit before income tax	40,656	13,216	+207.6
Income tax expense	(450)	(502)	-10.4
Net profit for the financial year attributable to equity shareholders of the Company	40,206	12,714	+216.2

NM – Not Meaningful

Notes to income statement:	31.12.07	31.12.06
	S\$'000	S\$'000
The profit after tax is determined after (charging)/crediting the following :		
Depreciation	(2,942)	(2,034)
Provision for impairment of receivables	(287)	(278)
Interest expense	(699)	(411)
Interest income	457	80
Gain on disposal of property, plant & equipment	7,793	3,256
Gain on disposal of financial assets, available-for-sale	29,379	-
Gain arising from deemed dilution of associate	-	2,538
Amortization of deferred gain	-	452
Over provision of tax in prior year	-	14
Foreign exchange gain/(loss)	(1,505)	(366)

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
	31.12.07	31.12.06	31.12.07	31.12.06
	S\$'000	S\$'000	S\$'000	S\$'000
ASSETS				
Current assets				
Cash and cash equivalents	9,795	3,105	30	45
Financial assets, available-for-sale	130,340	51,975	130,340	51,975
Trade and other receivables	11,324	8,039	-	-
Due from subsidiaries (non-trade)	-	-	55,835	19,116
Inventories	33	296	-	-
Other current assets	583	586	28	38
	152,075	64,001	186,233	71,174
Non-current asset classified as held for sale	6,538	-	-	-
	158,613	64,001	186,233	71,174
Non-current assets				
Club membership, at fair value	-	4	-	-
Investment in subsidiaries	-	-	7,736	7,736
Property, plant and equipment	85,040	51,128	-	-
	85,040	51,132	7,736	7,736
Total assets	243,653	115,133	193,969	78,910
LIABILITIES				
Current liabilities				
Trade and other payables	17,337	7,394	7,146	1,739
Borrowings	7,606	9,271	-	-
Current income tax liabilities	1,035	744	-	-
	25,978	17,409	7,146	1,739
Non-current liabilities				
Borrowings	7,419	3,571	-	-
Deferred income tax liabilities	102	8,269	-	9,706
	7,521	11,840	-	9,706
	33,499	29,249	7,146	11,445
NET ASSETS	210,154	85,884	186,823	67,465
Share capital and reserves				
Share capital	26,919	25,825	26,919	25,825
Other reserves	122,931	32,817	128,243	38,968
Retained earnings	60,304	27,242	31,661	2,672
	210,154	85,884	186,823	67,465

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

Amount repayable in one year or less, or on demand

31.12.07		31.12.06	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
3,206	4,400	1,414	7,857

Amount repayable after one year

31.12.07		31.12.06	
Secured	Unsecured	Secured	Unsecured
S\$'000	S\$'000	S\$'000	S\$'000
7,419	0	3,571	0

The Groups' borrowings include :

(a) Bank Term Loan 1

The four 4-year term loans with a balance of S\$9,731,529 (2006 : S\$4,123,768) as at 31 December 2007 were secured by four of the Group's vessels.

(b) Bank Term Loan 2

The 10-year term loan of S\$370,226 (2006 : S\$476,895) as at 31 December 2007 was secured by the Group's leasehold properties.

(c) Short Term Advances

Short term advances of S\$4,400,000 (2006 : S\$7,600,000) as at 31 December 2007 were unsecured.

(d) Finance Lease

The finance lease obligations of S\$523,023 (2006 : S\$384,194) are secured over the fixed assets of the Group with net book values amounting to S\$736,235 (2006 : S\$578,372).

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

	31.12.07	31.12.06
	S\$'000	S\$'000
Cash flows from operating activities		
Net Profit	40,206	12,714
Adjustments for :		
Income tax expense	450	502
Share of profit of an associated company	-	(2,467)
Employee share option benefit	316	162
Amortisation of deferred gain	-	(452)
Depreciation of property, plant and equipment	2,942	2,034
Club membership written off	4	-
Interest expense	699	411
Interest income	(457)	(80)
Gain from disposal of property, plant and equipment	(7,793)	(3,256)
Gain on disposal of financial assets, available-for-sale	(29,379)	-
Gain arising from deemed dilution of associate	-	(2,538)
Operating cash flow before working capital changes	6,988	7,030
Changes in operating assets and liabilities :		
Trade and other receivables	(3,285)	(3,254)
Inventories	264	(233)
Other current assets	3	18
Trade and other payables	7,719	1,842
Cash generated from operations	11,689	5,403
Income tax paid	(160)	(432)
Net cash provided by operating activities	11,529	4,971
Cash flows from investing activities :		
Interest received	457	80
Dividend received	-	440
Proceeds from disposal of financial assets, available-for-sale	32,822	-
Proceeds from disposal of property, plant and equipment	18,200	13,338
Purchase and construction of property, plant and equipment	(51,136)	(35,241)
Net cash provided by/(used in) investing activities	343	(21,383)
Cash flows from financing activities :		
Proceeds from issuance of ordinary shares	917	10,466
Share issue expenses paid	-	(337)
Interest paid	(699)	(411)
Proceeds from borrowings	18,608	12,500
Repayment of finance lease liabilities	(300)	(204)
Repayment of bank loans	(16,307)	(5,196)
Dividends paid to equity holders of the company	(7,144)	(1,764)
Net cash (used in) provided by financing activities	(4,925)	15,054
Net increase/(decrease) in cash and cash equivalents held	6,947	(1,358)
Cash and cash equivalents at the beginning of the year	2,848	4,206
Cash and cash equivalents at the end of the financial year	9,795	2,848

(A) Cash and bank balances

Cash and bank balances comprise the following :

	31.12.07	31.12.06
	S\$'000	S\$'000
Fixed Deposits	7,303	384
Cash and bank balances	2,492	2,721
	9,795	3,105

For the purpose of the consolidated cash flow statement, the consolidated cash and cash equivalents comprise the following :

	31.12.07	31.12.06
	S\$'000	S\$'000
Cash and bank balances	9,795	3,105
Less : Bank overdraft	-	(257)
Cash and cash equivalents per consolidated cash flow statement	9,795	2,848

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

2007 The Group (S\$'000)	Share capital	Other reserves	Retained earnings	Total
Balance as at 01.01.07	25,825	32,817	27,242	85,884
Financial assets, available-for-sale				
- Fair value gains	-	119,354	-	119,354
- Disposals	-	(29,379)	-	(29,379)
Net gain recognised directly in equity	-	89,975	-	89,975
Net profit	-	-	40,206	40,206
Total recognised income	-	89,975	40,206	130,181
Issue of shares pursuant to an employee share option scheme	917	-	-	917
Employee share option scheme				
- Value of employee service	-	316	-	316
- Transfer to share capital upon exercise of share options	177	(177)	-	-
Dividends			(7,144)	(7,144)
Balance as at 31.12.07	26,919	122,931	60,304	210,154

2006 The Group (S\$'000)	Share capital	Other reserves	Retained earnings	Total
Balance as at 01.01.06	15,651	(40)	16,292	31,903
Financial assets, available-for-sale				
- Fair value gains	-	32,669	-	32,669
Currency translation differences	-	70	-	70
Net gains recognised directly in equity	-	32,739	-	32,739
Net profit	-	-	12,714	12,714
Total recognised income		32,739	12,714	45,453
Issue of shares pursuant to a private placement exercise	10,295	-	-	10,295
Share issue expenses	(337)	-	-	(337)
Issue of shares pursuant to an employee share option scheme	172	-	-	172
Employee share option scheme				
- Value of employee service	-	162	-	162
-Transfer to share capital upon exercise of share options	44	(44)	-	-
Dividends	-	-	(1,764)	(1,764)
Balance as at 31.12.06	25,825	32,817	27,242	85,884

2007 The Company (S\$'000)	Share capital	Other reserves	Retained earnings	Total
Balance as at 01.01.07	25,825	38,968	2,672	67,465
Financial assets, available-for-sale				
-Fair value gains	-	89,136	-	89,136
Net gains recognised directly in equity	-	89,136	-	89,136
Net profit	-	-	36,133	36,133
Total recognised income	-	89,136	36,133	125,269
Issue of shares pursuant to an employee share option scheme	917	-	-	917
Employee share option scheme				
- Value of employee service	-	316	-	316
-Transfer to share capital upon exercise of share options	177	(177)	-	-
Dividends	-	-	(7,144)	(7,144)
Balance as at 31.12.07	26,919	128,243	31,661	186,823

2006 The Company (S\$'000)	Share capital	Other reserves	Retained earnings	Total
Balance as at 01.01.06	15,651	30	1,609	17,290
Financial assets, available-for-sale -Fair value gains	-	38,820	-	38,820
Net gains recognised directly in equity	-	38,820	-	38,820
Net profit	-	-	2,827	2,827
Total recognised income	-	38,820	2,827	41,647
Issue of shares pursuant to a private placement exercise	10,295	-	-	10,295
Share issue expenses	(337)	-	-	(337)
Issue of shares pursuant to an employee share option scheme	172	-	-	172
Employee share option scheme - Value of employee service	-	162	-	162
-Transfer to share capital upon exercise of share options	44	(44)	-	-
Dividend relating to 2005 paid	-	-	(1,764)	(1,764)
Balance as at 31.12.06	25,825	38,968	2,672	67,465

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

During the financial year, the Company issued 2,380,000 ordinary shares arising from the exercise of share options, for S\$916,981. The share capital has been increased from 176,377,925 issued and paid up shares to 178,757,925 issued and paid up shares accordingly.

The Company has granted options to subscribe for 1,900,000 shares to employees, directors and controlling shareholders during the financial year.

The Company has 2,050,000 ordinary shares under option outstanding at the end of the financial year.

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.

	31.12.07	31.12.06
No of ordinary shares issued and paid up	178,757,925	176,377,925

The Company does not have any treasury shares as at 31 December 2006 and 31 December 2007.

- 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**

Except as disclosed under Item 5, the Group has applied the same accounting policies and methods of computation in the financial information for the current reporting year compared to the audited financial statements for the financial year ended 31 December 2006.

- 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**

In 2007, the Group adopted the new or revised FRS that are applicable in the current period. The following are the FRS that are relevant to the Group :

Amendments to FRS 1 Presentation of Financial Statements-Capital Disclosures
FRS 107 Financial Instruments : Disclosures

The adoption of the revised FRS did not result in any substantial changes to 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**

	31.12.07	31.12.06
Based on year end number of ordinary shares in issue (in cts)	22.61	7.58
Based on fully diluted number of ordinary shares (in cts)	22.47	7.58

The calculation of earnings per share for the financial year ended 31 December 2006 and 31 December 2007 is based on weighted average number of 167,662,717 issued and fully paid

ordinary shares and weighted average number of 177,832,733 issued and fully paid up ordinary shares respectively.

The calculation of fully diluted earnings per share for the financial year ended 31 December 2006 and 31 December 2007 is based on 167,747,601 shares and 178,964,877 shares respectively.

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 period reported on and (b) immediately preceding financial year

	The Group		The Company	
	31.12.07	31.12.06	31.12.07	31.12.06
Net asset backing per ordinary share based on existing share capital as at the end of the period (in S\$)	1.18	0.49	1.05	0.38
Number of shares used in computing Net Asset	178,757,925	176,377,925	178,757,925	176,377,925

The net asset value per ordinary share of the Group and the Company as at 31 December 2006 and 31 December 2007 was calculated based on 176,377,925 issued and fully paid ordinary shares and 178,757,925 issued and fully paid ordinary shares respectively.

8. A review of the performance of the group, to the extent necessary for a reasonable 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

The Group registered another record turnover of S\$31.2m in FY07 compared to S\$25.3m in FY06. Increased offshore vessel chartering services contributed to the higher turnover and consequently, our gross profit rose 53.2% to S\$15.8m in FY07 (S\$10.3m in FY06). The Group made a significant gain of S\$29m in FY07 (nil in FY06) from part disposal of its long-held investment in financial assets, available-for-sale. Hence the Group achieved a net profit before tax of S\$40.6m in FY07 (S\$13.2m in FY06).

Administrative expenses increased by 107.6% to S\$11.0m in FY07 from S\$5.3m in FY06, mainly due to the provision for performance bonuses of key executive directors. Finance cost rose to S\$699K in FY07 (S\$411K in FY06). This is attributed to increased borrowings which the Group had taken to fund the delivery of new vessels and progress payments for vessels under construction.

The Group's marine logistics services to the oil and gas maritime industries continued to see strong growth. This business segment saw an increase in turnover to S\$26.5m in FY07 (S\$21.1m in FY06). Correspondingly, the gross profit rose to S\$13.2m in FY07 (S\$7.7m in FY06). The Group took delivery of more higher-value offshore vessels, operations of which contributed to

the higher earnings. Net profit before tax for this business segment stood at S\$15.8m in FY07 (S\$8.0m in FY06) which included gain of S\$7.8m (\$3.3m in FY06) from disposal of vessels. This is in line with the Group's fleet renewal and alignment policy.

The Group's ship repair and maintenance business also saw an improvement in turnover to S\$5.0m in FY07 (S\$4.6m in FY06). This was due to better utilization of repair facilities in the still buoyant marine industry. Despite increasing costs in the industry, this business segment had managed its total expenses with an increase of S\$270k to S\$1.2m in FY07 (S\$930K in FY06), of which S\$350k relates to impairment for trade receivables. Hence, the ship repair and maintenance business registered a net profit before tax of S\$949k in FY07 (S\$1.2m in FY06).

Consolidated Balance Sheet

Higher receivables have increased in-line with higher sales recorded. Financial assets, available-for-sale (AFS) as at end of the year have increased significantly in reflection of market valuation.

Property, plant and equipment have increased substantially due to delivery of new offshore vessels during the year and progress payments made for vessels under construction. Asset classified as held for sale relates to one offshore vessel presently on charter with a sale option to the charterer.

Trade and other payables have increased due to progressive payments for vessels under construction and provision for performance bonuses for key executive directors.

Bank borrowings have increased as the Group drew down new loans to pay for new vessels and vessels under construction. Deferred tax liabilities have been written back as they are now deemed no longer required.

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 statement previously made.

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

Despite the recent uncertainties in the financial markets, the oil and gas industry continues to remain buoyant. With high energy prices and strong demands for offshore support vessels coupled with slow deliveries of new tonnages, the Group still expects the demand for its offshore support vessels and marine related services to continue in 2008.

The Group expects to take delivery of 13 new vessels for the remaining of FY08. These are expected to contribute progressively to the Group's performance as and when they join the fleet. As the demand for used tonnage is still high, the Group will continue to capitalize on opportunities to maximize returns should opportunity arise, in line with the Group's policy of fleet renewal and alignment.

11. Dividend

(a) Current Financial Period Reported On

Any dividend declared for the current financial period reported on? Yes

Name of Dividend	Special, Interim	Proposed Final Ordinary	Proposed Final Special
Dividend Type	Special, Interim	Cash, first and final	Cash, first and final
Dividend Rate	3 cents per ordinary share (tax exempt, 1-tier)	0.2 cents per ordinary share (tax exempt, 1-tier)	0.8 cents per ordinary share (tax-exempt, 1-tier)

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes, we declared dividends for the financial year ended 31 December 2006.

Name of Dividend	Final Ordinary	Final Special
Dividend Type	Cash, first and final	Cash, first and final
Dividend Rate	0.2 cents per ordinary share (tax exempt, 1-tier)	0.8 cents per ordinary share (tax-exempt, 1-tier)

(c) Date payable

Date of payment of dividend will be announced at later date.

(d) Books closure date

Notice of book closure will be announced at a later date.

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

Not Applicable

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**

Financial year ended 31 December 2007	Marine Logistics (Chartering)	Ship Repair & Maintenance	Elimination	Group
	S\$'000	S\$'000	S\$'000	S\$'000
Sales :	30,068	4,980	(3,890)	31,158
Segment result	16,641	959	-	17,600
Financial assets, available-for-sale -Transfer from equity on disposal				29,379
Unallocated Costs				(5,624)
Finance costs				(699)
Profit before tax				40,656
Income tax expense				(450)
Net profit				40,206
Segment assets	140,220	4,826	(31,792)	113,254
Financial assets, available-for-sale				130,340
Unallocated assets				59
Consolidated total assets				243,653
Segment liabilities	97,921	1,478	(86,930)	12,469
Unallocated liabilities				21,030
Consolidated total liabilities				33,499
Other segment items :				
Capital expenditure	53,708	91	-	53,799
Depreciation	2,881	61	-	2,942
Impairment loss on trade and other receivables	(63)	350	-	287

Financial year ended 31 December 2006	Marine Logistics (Chartering)	Ship Repair & Maintenance	Elimination	Group
	S\$'000	S\$'000	S\$'000	S\$'000
Sales :	21,440	4,582	(693)	25,329
Segment result	8,954	1,185	-	10,139
Unallocated Costs				(1,517)
Gain arising from dilution of an associated company				2,538
Finance costs				(411)
Share of profit of an associated company				2,467
Profit before tax				13,216
Income tax expense				(502)
Net profit				12,714
Segment assets	64,842	3,852	(5,621)	63,073
Financial asset, available-for-sale				51,975
Unallocated assets				85
Consolidated total assets				115,133
Segment liabilities	28,250	902	(21,938)	7,214
Unallocated liabilities				22,035
Consolidated total liabilities				29,249
Other segment items :				
Capital expenditure	34,348	-	-	34,348
Depreciation	1,919	115	-	2,034
Impairment loss on trade and other receivables	185	93	-	278

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

	Latest Financial Year-2007 S\$'000	Previous Financial Year-2006 S\$'000	% increase/ (decrease)
Sales reported for first half year	14,689	10,491	+40.0
Operating profit after tax before deducting minority interest reported for first half year	32,164	2,707	NM
Sales reported for second half year	16,469	14,838	+11.0
Operating profit after tax before deducting minority interest reported for second half year	8,042	10,007	-19.6

NM – Not Meaningful

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

	Latest Full Year-FY2007 (S\$'000)	Previous Full Year-FY2006 (S\$'000)
Ordinary	356	354
Special	6,788	1,410
Total	7,144	1,764

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\$624,000 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.

BY ORDER OF THE BOARD

Tan Ching Chek
Company Secretary
27 February 2008