SINGAMAS CONTAINER HOLDINGS LIMITED

(incorporated in Hong Kong with limited liability)

Stock code: 0716

Websites: http://www.singamas.com, http://www.irasia.com/listco/hk/singamas and http://quamir.quamnet.com/JSOD/jsp/e/ipo.jsp?lang=e&code=0716

2007 INTERIM RESULTS ANNOUNCEMENT

INTERIM RESULTS

The Board of Directors (the "Board" / "Directors") of Singamas Container Holdings Limited (the "Company" / "Singamas") is pleased to announce the unaudited consolidated interim results of the Company and its subsidiaries (together the "Group") for the six months ended 30th June, 2007 as follows:

CONDENSED CONSOLIDATED INCOME STATEMENT

For the six months ended 30th June, 2007

		Six months ended 30th June,	
		2007	2006
		(unaudited)	(unaudited)
	Notes	***US$'000***	*US$'000*
Revenue	2	**755,800**	268,354
Other income		**1,881**	3,541
Changes in inventories of finished goods and work in progress		**46,136**	27,417
Raw materials and consumables used		**(666,206)**	(235,240)
Staff costs		**(38,552)**	(16,773)
Depreciation and amortisation expense		**(7,939)**	(5,335)
Other expenses		**(66,040)**	(24,782)
Profit from operations		**25,080**	17,182
Finance costs		**(13,803)**	(5,359)
Investment income		**654**	551
Changes in fair value of derivative financial instruments		**8,321**	835
Share of results of associates		**256**	1,301
Share of results of jointly controlled entities		**471**	(504)
Profit before taxation		**20,979**	14,006
Income tax expense	3	**(2,634)**	(1,428)
Profit for the period		**18,345**	12,578
Attributable to:			
Equity holders of the Company		**16,283**	10,858
Minority interests		**2,062**	1,720
		18,345	12,578
Earnings per share		**US2.66 cents**	US1.78 cents

CONDENSED CONSOLIDATED BALANCE SHEET

As at 30th June, 2007

	Notes	As at 30th June, 2007 (unaudited) *US$'000*	As at 31st December, 2006 (audited) *US$'000*
ASSETS			
Non-current assets			
Property, plant and equipment	*6*	**172,965**	169,315
Patents		**982**	1,120
Goodwill		**5,598**	5,598
Interests in associates		**12,898**	13,261
Interests in jointly controlled entities		**20,105**	19,664
Available-for-sale-investments		**3,174**	3,174
Prepaid lease payments		**53,730**	53,992
Deferred tax assets		**1,977**	1,979
Other assets		**665**	489
		272,094	268,592
Current assets			
Inventories	*7*	**328,123**	240,875
Trade receivables	*8*	**294,853**	179,884
Prepayments and other receivables	*9*	**166,167**	183,061
Amounts due from fellow subsidiaries		**341**	270
Amounts due from associates		**11**	11
Amounts due from jointly controlled entities		**384**	475
Amount due from a related company		**1,669**	879
Tax recoverable		**152**	185
Derivative financial instruments		**13,540**	7,535
Prepaid lease payments		**1,230**	1,221
Pledged deposit		**64**	-
Bank balances and cash		**102,462**	80,659
		908,996	695,055
Total assets		**1,181,090**	963,647
EQUITY AND LIABILITIES			
Capital and reserves			
Share capital	*12*	**7,844**	7,844
Share premium		**98,011**	98,011
Accumulated profits		**120,112**	106,345
Other reserves		**15,377**	13,946
Equity attributable to equity holders of the Company		**241,344**	226,146
Minority interests		**54,825**	43,135
Total equity		**296,169**	269,281

CONDENSED CONSOLIDATED BALANCE SHEET *(Continued)*
As at 30th June, 2007

	Notes	As at 30th June, 2007 (unaudited) US$'000	As at 31st December, 2006 (audited) US$'000
Non-current liabilities			
Bank borrowings		**90,000**	99,037
Deferred payable		**1,992**	1,992
		91,992	101,029
Current liabilities			
Trade payables	*10*	**233,484**	130,788
Accruals and other payables		**85,855**	91,085
Bills payable	*11*	**125,739**	130,427
Amount due to ultimate holding company		**4**	1,611
Amounts due to associates		**2,985**	2,283
Amounts due to jointly controlled entities		**32**	71
Bank borrowings		**339,744**	233,792
Deferred payable		**200**	200
Tax payable		**4,886**	3,080
		792,929	593,337
Total liabilities		**884,921**	694,366
Total equity and liabilities		**1,181,090**	963,647

Notes:

1. Significant accounting policies

The condensed consolidated financial statements have been prepared under the historical cost convention except for certain financial instruments, which are measured at fair values.

The accounting policies adopted in the condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended 31st December, 2006.

In the current interim period, the Group has applied, for the first time, a new standard, amendment and interpretations ("INTs") (new "HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), which are effective for the Group's financial year beginning 1st January, 2007.

The adoption of these new HKFRSs had no material effect on the results of financial position of the Group for the current or prior accounting periods. Accordingly, no prior period adjustment has been recognised.

The Group has not early applied the following new standards or INTs that have been issued but are not yet effective. The Directors anticipate the application of these standards or INTs will have no material impact on the results and the financial position of the Group.

HKAS 23 (Revised)	*Borrowing Cost*[1]
HKFRS 8	*Operating Segments*[1]
HK(IFRIC) – INT 11	*HKFRS 2 – Group and Treasury Share Transactions*[2]
HK(IFRIC) – INT 12	*Service Concession Arrangements*[3]

[1] *Effective for annual periods beginning on or after 1st January, 2009*

[2] *Effective for annual periods beginning on or after 1st March, 2007*

[3] *Effective for annual periods beginning on or after 1st January, 2008*

2. Segment information

Business segments

For management purpose, the Group is currently organised into three operating divisions - manufacturing, container depot/terminal and mid-stream. These divisions are the basis on which the Group reports its primary segment information.

Principal activities are as follows:

Manufacturing	-	*manufacturing of marine dry freight containers, refrigerated containers, collapsible flatrack containers, other specialised containers, container parts and chassis.*
Container depot/terminal	-	*provision of container storage, repair and trucking services, serving as a freight station, container/cargo handling and other container related services.*
Mid-stream	-	*provision of mid-stream services.*

Segment information about these businesses is presented below:

	Revenue		***Contribution to profit from operations***	
	Six months ended		***Six months ended***	
	30th June, 2007	*30th June, 2006*	***30th June, 2007***	*30th June, 2006*
	US$'000	*US$'000*	***US$'000***	*US$'000*
Manufacturing	***739,783***	*251,778*	***20,900***	*12,308*
Container depot/terminal	***10,846***	*9,769*	***3,115***	*3,160*
Mid-stream	***5,171***	*6,807*	***1,065***	*1,714*
	755,800	*268,354*	***25,080***	*17,182*

Geographical segments

The following table provides an analysis of the Group's revenue by geographical market, irrespective of the origin of the goods/services:

	Revenue	
	Six months ended	
	30th June, 2007	*30th June, 2006*
	US$'000	*US$'000*
United States	***256,305***	*57,059*
Hong Kong	***192,788***	*43,452*
Europe	***123,860***	*60,184*
Singapore	***55,607***	*9,795*
South Korea	***51,030***	*19,674*
People's Republic of China ("PRC") (other than Hong Kong and Taiwan)	***42,581***	*21,682*
Taiwan	***13,119***	*17,223*
Middle East	***2,076***	*15,204*
Others	***18,434***	*24,081*
	755,800	*268,354*

3. *Income tax expense*

Hong Kong Profits Tax is calculated at 17.5% (2006: 17.5%) of the estimated assessable profit for the period. Taxation on overseas operations is calculated on the estimated assessable profits for the period at the rates of taxation prevailing in the jurisdictions in which the Group operates.

	Six months ended	
	30th June, 2007	*30th June, 2006*
	US$'000	*US$'000*
Current tax:		
Hong Kong Profits Tax	***1,651***	*210*
Overseas taxation	***981***	*1,110*
	2,632	*1,320*
Deferred tax:		
Current year	***2***	*108*
	2,634	*1,428*

4. Dividends

	Six months ended	
	30th June, 2007 US$'000	*30th June, 2006 US$'000*
Dividends recognised as distribution during the period:		
Final dividend approved for the year ended 31st December, 2006: HK3 cents (for the year ended 31st December, 2005: HK9 cents) per ordinary share	***2,348***	*7,082*

The Directors have resolved on 29th August, 2007 to declare an interim dividend of HK6 cents (2006: HK4 cents) per ordinary share, totalling US$4,692,000 (2006: US$3,141,000) for the six months ended 30th June, 2007.

5. Earnings per share

The calculation of earnings per share attributable to the ordinary equity holders of the Company is based on the following data:

	Six months ended	
	30th June, 2007 US$'000	*30th June, 2006 US$'000*
Earnings:		
Earnings for the purpose of calculating earnings per share	***16,283***	*10,858*
Number of shares:		
Number of ordinary shares for the purpose of calculating earnings per share	***611,228,760***	*611,228,760*

No dilutive earnings per share is presented as the Company has no dilutive potential ordinary shares for the current and prior periods.

6. Movements in property, plant and equipment

During the period, the Group spent US$10,244,000 (2006: US$38,437,000) to construct new manufacturing plants and to upgrade its manufacturing, container depot/terminal and mid-stream facilities.

7. Inventories

	As at 30th June, 2007 US$'000	*As at 31st December, 2006 US$'000*
Raw materials	***190,786***	*149,674*
Work in progress	***26,077***	*16,286*
Finished goods	***111,260***	*74,915*
	328,123	*240,875*

The cost of sales recognised during the period was US$694,671,000 (2006: US$245,760,000).

8. Trade receivables

A defined credit policy is maintained within the Group. The general credit terms are agreed with each of its trade customers depending on the relationship with the Group and the creditworthiness of the customers. The general credit term ranges from 30 days to 120 days.

The following is an aging analysis of trade receivables:

	As at 30th June, 2007 US$'000	*As at 31st December, 2006 US$'000*
0 to 30 days	***159,646***	*100,506*
31 to 60 days	***79,842***	*45,329*
61 to 90 days	***37,923***	*19,410*
91 to 120 days	***15,032***	*12,951*
Over 120 days	***2,410***	*1,688*
	294,853	*179,884*

9. Prepayments and other receivables

As at 30th June, 2007, the Group advanced US$77,821,000 (31st December, 2006: US$105,595,000) to certain suppliers as deposits for raw materials purchases.

10. Trade payables

The following is an aging analysis of trade payables:

	As at 30th June, 2007 US$'000	*As at 31st December, 2006 US$'000*
0 to 30 days	***98,395***	*61,252*
31 to 60 days	***50,709***	*22,851*
61 to 90 days	***31,056***	*18,280*
91 to 120 days	***20,449***	*16,085*
Over 120 days	***32,875***	*12,320*
	233,484	*130,788*

11. Bills payable

The following is an aging analysis of bills payable:

	As at 30th June, 2007	*As at 31st December, 2006*
	US$'000	*US$'000*
0 to 30 days	***41,474***	*61,407*
31 to 60 days	***46,229***	*38,777*
61 to 90 days	***32,911***	*22,180*
91 to 120 days	***5,125***	*4,708*
Over 120 days	***-***	*3,355*
	125,739	*130,427*

12. Share capital

On 1st June, 2007, an ordinary resolution of the Company was passed to increase the authorised share capital of the Company from HK$75,000,000 to HK$100,000,000 by the creation of 250,000,000 new ordinary shares at HK$0.10 each. Such new shares rank pari passu in all respects with the existing shares of the Company.

BUSINESS REVIEW

For the six months ended 30th June, 2007, the Group reported consolidated revenue of US$755,800,000, an increase of 181.6% over the same period last year. Consolidated net profit attributable to equity holders of the Company increased by 50% to US$16,283,000 with earnings per share reaching US2.66 cents (2006: US1.78 cents).

With large number of new container vessels being delivered in the next few years and increasing world trade, new container demand has been strong. During the period under review, Singamas made every effort to capture opportunities in this market and further develop its businesses.

Manufacturing

Manufacturing continued to be the Group's major revenue source, accounting for 97.9% of its total revenue. During the reporting period, this segment registered consolidated revenue of US$739,783,000, an increase of 193.8% over the same period last year. The improvement was the result of worldwide growth in container traffic, as well as buoyant export growth in the PRC. Profit before taxation and minority interests reached US$15,119,000 against US$7,719,000 in the last corresponding period.

The global liner shipping industry continued to do well, which created strong demand for new containers and logistics services. The phasing in of more new and bigger container vessels also resulted in a surge in demand for containers. During the reporting period, the Group produced approximately 420,000 twenty-foot equivalent units ("TEUs") of containers, about 92.2% higher than that of the same period last year.

Stronger demand for containers and higher material costs, especially for Corten steel and floorboard, drove up container selling prices. The average container selling price for a 20-foot dry freight container increased to US$1,913, compared with US$1,635 of first half 2006.

The Group's three new container manufacturing factories in Ningbo, Tianjin and Hui Zhou commenced full-scale production after gaining full licensing last year, and increased the Group's maximum annual production capacity to 1,250,000 TEUs. With improved efficiency and increased orders, the Tianjin and Hui Zhou plants began generating profits for the Group, and the Ningbo plant was able to achieve break-even during the reporting period.

To tap opportunities in the specialised containers market, the Group started production of higher value U.S. domestic containers and chassis in Qingdao last year and tank containers in Shunde in January this year. The Qingdao plant achieved break-even from February 2007; the Shunde plant is expected to break-even and generate profit for the Group in 2008 as start-up costs for tank container production were incurred during the period under review.

Singamas benefited from continued cooperation with its strategic partners during the period. The Group extended its market reach to Japan and started to receive orders generating from Mitsubishi Corporation. Meanwhile, the alliance with China Shipping Investment Co., Ltd. strengthened the Group's factory network and paved the way for Singamas to capture the vast business opportunities in the PRC.

Logistics Services

Underpinned by the vibrant global trade with the PRC, the country's major ports experienced expansion in cargo traffic. According to statistics from the Chinese Ministry of Communications, container throughput at top ten PRC container ports reported substantial growth in the first six months of 2007 with a collective growth rate of 24.6% over the same period of last year.

During the period under review, the Group's container depots and terminals handled a total of 2,277,009 TEUs of containers, increased by 5.7%. As a result, revenue from this segment increased by 11% to US$10,846,000. Profit before taxation and minority interests reached US$4,763,000, an increase of 4.5% compared with the first half of 2006.

As for its Hong Kong mid-stream operations, the Group handled 124,590 TEUs of containers during the reporting period, down 19.7% against 155,157 TEUs in the first half of 2006. Accordingly, profit before taxation and minority interests decreased to US$1,097,000, 36.6% lower than the same period of last year.

Prospects

Global trade and container throughput levels in the PRC continued to grow in the past two years, providing opportunities for the Group's manufacturing and logistics services businesses. Container shipping capacity is expected to increase by approximately 16% this year and by 15% in 2008, and cargo throughput in the PRC is forecasted to continue growing in the second half of 2007 due to strong global demand. This upward trend will give rise to a steady demand for new containers. Market estimates show that new container vessels with approximately 0.8 million TEUs of container capacity will be delivered to shipping companies in the second half of the year. Moreover, the replacement of old containers is expected to pick up from 2008. All these factors translate into a favourable business environment for Singamas that are conducive to business growth.

Looking ahead, the Group will continue to expand production of dry freight containers in order to increase sales. At the same time, the Group will enhance its products through its new Technology Development Centre in Shunde. Established one year ago, this centre is dedicated to developing, refining and producing containers in various specifications to meet the needs of customers.

The Group will also focus increasingly on specialised containers that offer higher profit margins and are less susceptible to fluctuations in the cyclical shipping market. Moreover, it will continue to identify possible strategic alliances for the development of these specialised containers. The Group's target is to increase the proportion of revenue derived from specialised containers to 30% of its total revenue in three to five years.

With its extensive industry experience, diversified product mix, expanded production scale and solid customer relationships, Singamas is confident in its ability to capitalise on the business opportunities that lie ahead and generate satisfactory returns for shareholders.

INTERIM DIVIDEND

The Directors are pleased to declare an interim dividend of HK6 cents per ordinary share (2006: HK4 cents per ordinary share) for the period ended 30th June, 2007, payable on or before Wednesday, 31st October, 2007 to shareholders whose names appear on the Register of Members of the Company at close of business on Thursday, 25th October, 2007.

CLOSURE OF REGISTER OF MEMBERS

The Register of Members of the Company will be closed from Monday, 22nd October, 2007 to Thursday, 25th October, 2007, both days inclusive, during which period no transfer of shares will be effected.

In order to qualify for this interim dividend, all transfers accompanied by the relevant share certificates must be lodged with the Company's Share Registrars, Computershare Hong Kong Investor Services Limited of 17th Floor, Hopewell Centre, 183 Queen's Road East, Hong Kong, for registration of no later than 4:00 p.m. on Thursday, 18th October, 2007.

AUDIT COMMITTEE

The Audit Committee has reviewed with management the accounting principles and practices adopted by the Group and discussed auditing, internal controls and financial reporting matters including a review of the unaudited interim financial statements for the six months ended 30th June, 2007 ("Interim Report"). At the request of the Directors, the Group's external auditors have carried out a review of the Interim Report in accordance with Hong Kong Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the HKICPA.

SHARE OPTIONS

At the 2007 annual general meeting of the Company held on 1st June, 2007, ordinary resolution was passed by shareholders to approve the adoption of a new share option scheme (the "New Scheme"). The Board was authorised to grant options to selected grantees of the Group, to subscribe for shares in the Company ("Shares"). The number of underlying shares available under the New Scheme shall not, in aggregate, exceed 10% of the issued Shares as at 1st June, 2007. All options shall be unvested options upon grant and unvested options shall vest automatically subject to selected grantees continuing to be a participant and in accordance with the provisions in the New Scheme. The exercise price of the options shall be determined and notified by the Board, and shall be at least the highest of (i) the closing price of the Shares as stated in the daily quotation sheet of The Stock Exchange of Hong Kong Limited (the "Stock Exchange") on the date (which must be a business day) when an offer of the grant of an option is made to a participant of the New Scheme in accordance with the provisions of the New Scheme ("Offer Date"); (ii) the average closing prices of the Shares as stated in the Stock Exchange's daily quotation sheets for the 5 business days immediately preceding the Offer Date; and (iii) the nominal value of the Shares.

As of 30th June, 2007, a total of 20,300,000 options (representing 3.32% of the issued share capital of the Company) were granted to Directors and certain employees of the Group under the New Scheme. Details of the New Scheme and the valuation of the options can be found in the Interim Report.

PURCHASE, SALE OR REDEMPTION OF THE COMPANY'S LISTED SECURITIES

Neither the Company nor any of its subsidiaries has purchased, sold or redeemed any of the Company's listed securities during the period.

TRANSFER TO RESERVES

Pursuant to the legal requirements in the PRC and the appropriation agreed in the subsidiaries, associates and jointly controlled entities, aggregate amounts of US$116,000 and US$52,000 have been transferred to general reserve and development reserve of the Group, respectively during the period.

CORPORATE GOVERANCE PRACTICES

The Company has fully complied with all the applicable principles in the code provisions and adopted certain recommended best practices in the Code on Corporate Governance Practices (the "Code") as set out in Appendix 14 of the Rules Governing the Listing of Securities ("Listing Rules") on the Stock Exchange. The corporate governance practices adopted for the six months ended 30th June, 2007 are consistent with those disclosed and outlined in the Group's 2006 Annual Report.

COMPLIANCE WITH THE MODEL CODE

The Company has adopted the Model Code for Securities Transactions by Directors by Listed Issuers (the "Model Code") as set out in Appendix 10 of the Listing Rules. Having made specific enquiry of the Directors, all Directors have complied with, for any part of the accounting period covered by this Interim Report, the required standard set out in the Model Code and its code of conduct regarding directors' securities transaction.

On Behalf of the Board
Chang Yun Chung
Chairman

Hong Kong, 29th August, 2007

The Directors as at the date of this announcement are Mr. Chang Yun Chung (also known as Mr. Teo Woon Tiong), Mr. Teo Siong Seng, Mr. Hsueh Chao En, Mr. Jin Xu Chu and Mr. Teo Tiou Seng as executive Directors, Mr. Kuan Kim Kin as non-executive Director and Mr. Ngan Man Kit, Alexander, Mr. Ong Ka Thai and Mr. Soh Kim Soon as independent non-executive Directors.

This announcement will be published on the website of the Stock Exchange at http://www.hkex.com.hk, the Company's website at http://www.singamas.com and the following other websites:

http://quamir.quamnet.com/JSOD/jsp/e/ipo.jsp?lang=e&code=0716
http://www.irasia.com/listco/hk/singamas.