

CONTINUED GROWTH IN SHIPBUILDING, SHIP CONVERSION & OFFSHORE AND RIG BUILDING SECTORS

Singapore, April 27, 2005 : SembCorp Marine today reported an 82.7% increase in group turnover from \$245.0 million in 1Q 2004 to \$447.7 million in 1Q 2005. Work-in-progress in shipbuilding, ship conversion and offshore projects and the delivery of two units of semi-submersible rigs contributed to the strong increase in group turnover. The jack-up projects are still in the planning and engineering stage and are not taken up in 1Q 2005.

Group operating profit increased by 29.8% from \$18.2 million in 1Q 2004 to \$23.6 million in 1Q 2005. Group pre-tax profit also increased by 34.3% from \$22.7 million in 1Q 2004 to \$30.5 million in 1Q 2005. The increase was attributed to better operating profit and contributions from the newly acquired associated company.

Group tax charge in 1Q 2005 is significantly higher than 1Q 2004 mainly due to a \$4.3 million write-back of over-provision of tax in respect of prior years arising from a 2% reduction in corporate income tax rate in 1Q 2004. Group attributable profit increased by 13.1% from \$21.1 million in 1Q 2004 to \$23.8 million in 1Q 2005.

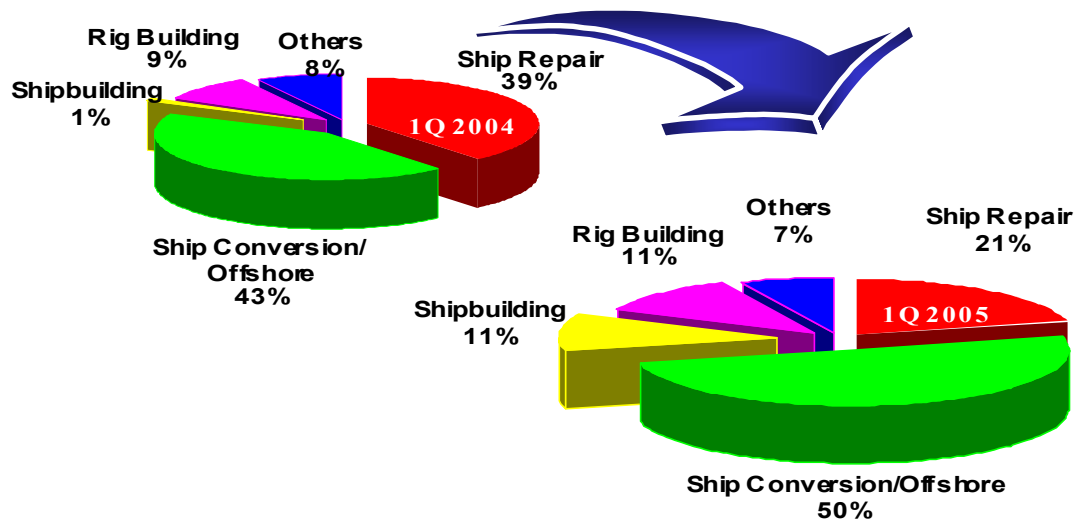
Financial Highlights

	1Q 2005	1Q 2004	% Change
Revenue (\$'m)	447.7	245.0	83
Operating Profit (\$'m)	23.6	18.2	30
EBITDA (\$'m)	31.8	27.3	16
Pre-tax Profit (\$'m)	30.5	22.7	34
PATMI (\$'m)	23.8	21.1	13
Earnings per share (cents)			
Basic	1.67	1.48	13
Diluted	1.64	1.48	11

Turnover by Sectors

Sector	1Q 2005 (\$'m)	1Q 2004 (\$'m)	% Change
Ship Repair	96.1	95.9	0.2
Shipbuilding	51.4	2.1	2,347.6
Ship Conversion & Offshore	223.1	105.0	112.5
Rig Building	47.9	22.9	109.2
Others	29.2	19.1	52.9
Total	447.7	245.0	82.7

Turnover by Sectors



Ship Repair

	1Q 2005	1Q 2004	% Change
Revenue contributions (\$'m)	96.1	95.9	0.2
Number of Vessels	80	86	(7.0)
Average value per vessel (\$'m)	1.20	1.12	7.1

Ship Conversion & Offshore

No. Completed in 1Q 2005	1	<ul style="list-style-type: none"> • Modec Venture 11 FPSO Conversion
No. of projects in work-in-progress stages	5	<ul style="list-style-type: none"> • P-54 FPSO Marine Conversion • P-54 Topsides Fabrication & Compressor Modules • P-50 Topsides Integration & Commissioning • Atlantia Deep Draft Semi-submersible Hull • Erha FPSO Topsides Installation & commissioning
Projects in planning and engineering stage	2	<ul style="list-style-type: none"> • Heavy Lift Derrick Pipelay vessel • ConocoPhillips Topsides Installation & Commissioning
Percentage Completion (\$'m)	\$223.1	

Shipbuilding

No. Completed in 1Q 2005	2	<ul style="list-style-type: none"> • 2 units 3,200 hp tugs for Pacific Workboats
No. of projects in work-in-progress stages	6	<ul style="list-style-type: none"> • 3 units of 2,600 TEU container vessel for Wan Hai Lines • 1 unit 2,600 TEU container vessel for Reederei F Laeisz • 2 units 4,950 dwt tankers for Kuwait Oil Tanker
Projects in planning and engineering stage	4	<ul style="list-style-type: none"> • 1 unit 2,600 TEU container vessel for Wan Hai Lines • 2 units of 2,646 TEU container vessel for Wan Hai Lines • 1 unit 2,600 TEU container vessel for Reederei F Laeisz
Percentage completion (\$'m)	\$51.4	

Rig Building

No. Completed in 1Q 2005	2	<ul style="list-style-type: none"> • Semi-submersible - Development Driller I • Semi-submersible - Development Driller II
Number of projects in work-in-progress stages	4	<ul style="list-style-type: none"> • 1st unit Jack-up for Kristiansand Drilling • 2nd unit Jack-up for WilPower • 3rd unit Jack-up for Petrojack AS • 4th unit Jack-up for Apexindo
Projects in planning and engineering stage	2	<ul style="list-style-type: none"> • 5th unit Jack-up for Deep Drilling Invest • 6th unit Jack-up for WilSuperior
Projects secured - effective 2Q 2005	2	<ul style="list-style-type: none"> • 7th unit Jack-up for Seatanker Management • 8th unit Jack-up for Petrojack AS
Percentage Completion (\$'m)	\$47.9	

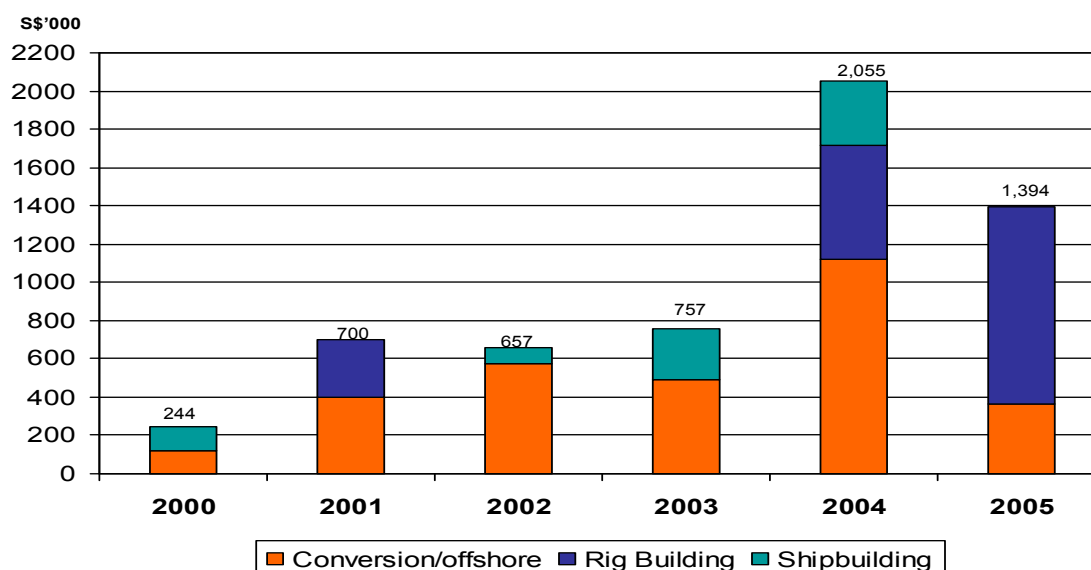
Total Order Book Balance (excluding ship repair)

Sector	\$'m	Contract Value carried forward from December 31, 2004 plus new contracts secured as at to-date	Taken 1Q 2005	Balance
Shipbuilding		487	51.4	436
Ship Conversion & Offshore		1,578	223.1	1,355
Rig Building		1,617	47.9	1,569
Total		3,682	322.4	3,360

Contracts Secured in 2005 (To-date)

Month	Value (\$m)	Details	Client
January	\$ 217	* 1 unit Baker Marine Pacific Class 375 Jack-up rig	* PT Apexindo
February	\$ 161 \$ 123 \$ 82 \$ 194	* Fabrication & Integration of of Topsides Production Modules for newbuild FPSO * Design and Construction of a Self-Propelled DP2 Heavy Lift Pipelay vessel * Fabrication of a Deep Draft Semi-submersible hull * 1 unit Baker Marine Pacific Class 375 Jack-up rig	* ConocoPhillips China * SapuraCrest Petroleum Berhad * Atlantia Offshore * Deep Drilling Invest
March	\$ 196	* 1 unit Baker Marine Pacific Class 375 Jack-up rig	* WilSuperior, a subsidiary of Awilco Offshore ASA
April	\$ 212 \$ 209	* 1 unit Baker Marine Pacific Class 375 Jack-up rig * 1 unit Baker Marine Pacific Class 375 Jack-up rig	* Seatankers Management * Petrojack AS
Total	\$1,394		

Contracts Secured from 2000 to 2005 (January to April)



Outlook

Total contracts secured in 2005 to-date stands at a record high of \$1.39 billion. The outstanding order book stands at \$3.36 billion with deliveries and completion till 2008.

Based on the scheduled completion of projects, the Group expects a higher operating profit in the current year. The Group's investment in Cosco Shipyard Group takes effect in 2005 and higher contribution is expected from the investment in China.

The market outlook for the ship repair is expected to remain buoyant amid competitive environment. For the ship conversion and offshore sector, market fundamentals for Floating Production Storage and Offloading (FPSO) vessels and Floating Storage and Offloading (FSO) vessels continue to remain strong.

Rig building demand is expected to be strong attributed mainly to global ageing rig fleet, high oil prices, increase in exploration and production (E & P) activities, deep drilling prospects in shallow waters and deepwater offshore production.

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