



Condensed Interim Financial Statements for the Half Year ended 30 June 2021

Samudera Shipping Line Ltd
Company Registration: 199308462C
(Incorporated in the Republic of Singapore)

Samudera Shipping Line Ltd

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(Incorporated in the Republic of Singapore)

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A. Condensed Interim Consolidated Statement of Profit or Loss and Other Comprehensive Income

	Note	Group		+ / (-) %
		1H2021 US\$'000	1H2020 US\$'000	
Revenue		209,058	174,830	19.6
Cost of sales		(164,303)	(161,865)	1.5
Gross profit		44,755	12,965	245.2
Other operating income	(A)	2,229	702	217.5
Marketing expenses		(4,857)	(3,933)	23.5
Administrative expenses		(3,931)	(2,396)	64.1
Other operating expenses	(B)	(36)	(5)	620.0
Profit from operations		38,160	7,333	420.4
Finance income		129	476	(72.9)
Finance costs		(1,323)	(1,023)	29.3
Operating profit		36,966	6,786	444.7
Share of results of associate/ joint venture		1,352	761	77.7
Profit before tax		38,318	7,547	407.7
Income tax expense		(388)	(240)	61.7
Profit after tax		37,930	7,307	419.1
Attributable to:				
Owners of the Company		36,729	7,156	413.3
Non-controlling interests		1,201	151	695.4
Profit after tax		37,930	7,307	419.1

n.m. = not meaningful

Notes to the Income Statement

	Group		+ / (-) %
	1H2021 US\$'000	1H2020 US\$'000	
Profit after tax is arrived at after charging (crediting) the following:			
• Depreciation of property, plant and equipment	3,369	4,094	(17.7)
• Depreciation of right-of-use assets	9,118	2,384	282.5
• Depreciation of investment properties	17	19	(10.5)
• Amortisation of intangible assets	230	77	198.7
• Allowance for impairment on receivables	1,141	653	74.7
• Finance costs - interest on borrowings	360	751	(52.1)
• Finance costs - interest on lease liabilities	963	272	254.0

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Notes to the Income Statement (Continued)

	Group		+ / (-) %
	1H2021 US\$'000	1H2020 US\$'000	
(A) Other operating income			
• Rental income	181	182	(0.5)
• Net foreign exchange gains	207	485	(57.3)
• Gain on disposal of plant, property and equipment, net	11	1	1,000.0
• Insurance claim	339	-	n.m.
• Others	1,491	34	4,285.3
	<u>2,229</u>	<u>702</u>	217.5
(B) Other operating expenses			
• Others	(36)	(5)	620.0
	<u>(36)</u>	<u>(5)</u>	620.0

Other Comprehensive Income

	Group	
	1H2021 US\$'000	1H2020 US\$'000
Profit after tax for the period	37,930	7,307
<i>Items that will not be reclassified subsequently to profit or loss</i>		
Remeasurement of defined benefit obligation	(5)	5
	<u>(5)</u>	<u>5</u>
<i>Items that may be reclassified subsequently to profit or loss</i>		
Share of other comprehensive income of associate	346	252
Net unrealised loss on revaluation of cash flow hedges	43	-
Exchange differences on translation of foreign operations	(158)	(283)
	<u>231</u>	<u>(31)</u>
	<u>226</u>	<u>(26)</u>
Other comprehensive income for the period, net of tax		
Total comprehensive income for the period	38,156	7,281
Total comprehensive income attributable to:		
Owners of the Company	36,997	7,180
Non-controlling interests	1,159	101
	<u>38,156</u>	<u>7,281</u>

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B. Condensed Interim Statements of Financial Position

	Group		Company	
	30 Jun 21 US\$'000	31 Dec 20 US\$'000	30 Jun 21 US\$'000	31 Dec 20 US\$'000
ASSETS				
Current assets				
Cash and bank balances	108,595	80,827	81,155	58,443
Trade receivables - third parties	62,476	53,810	56,142	48,264
Prepaid operating expenses	12,215	9,040	9,476	5,660
Other receivables and deposits	1,875	2,069	261	781
Due from immediate holding company (non-trade)	261	261	-	-
Due from immediate holding company (trade)	4,177	3,981	4,173	3,972
Due from subsidiaries (trade)	-	-	6,404	3,337
Due from subsidiaries (non-trade)	-	-	1,196	990
Due from related companies (trade)	16,492	10,375	12,214	5,652
Due from non-controlling interest of subsidiary (trade)	1,496	229	-	-
Inventories	1,698	1,650	1,473	1,419
	209,285	162,242	172,494	128,518
Assets classified as held for sale	6,615	13,230	6,615	13,230
	215,900	175,472	179,109	141,748
Non-current assets				
Investment properties	987	1,004	542	555
Property, plant and equipment	84,780	85,604	64,452	64,254
Right-of-use assets	71,402	63,887	65,691	58,121
Intangible assets	916	1,136	916	1,136
Subsidiaries	-	-	34,389	34,389
Associate/joint venture	17,375	15,677	12,117	12,117
Deferred tax assets	68	63	-	-
Due from subsidiary (non-trade)	-	-	806	818
	175,528	167,371	178,913	171,390
Total assets	391,428	342,843	358,022	313,138

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Condensed Interim Statements of Financial Position (Continued)

	Group		Company	
	30 Jun 21 US\$'000	31 Dec 20 US\$'000	30 Jun 21 US\$'000	31 Dec 20 US\$'000
LIABILITIES AND EQUITY				
Current liabilities				
Bank term loans and borrowings	9,533	9,768	8,197	8,427
Trade payables	23,946	18,441	21,223	15,956
Other payables and liabilities	32,967	29,228	24,851	20,777
Due to subsidiary (trade)	-	-	7	-
Due to subsidiaries (non-trade)	-	-	6,673	7,269
Due to related companies (trade)	73	114	45	48
Due to non-controlling interest of subsidiaries (non-trade)	58	59	-	-
Lease liabilities	22,005	11,153	21,351	10,504
Income tax payable	1,480	1,362	353	341
	90,062	70,125	82,700	63,322
Non-current liabilities				
Bank term loans and borrowings	18,024	19,787	12,613	13,692
Lease liabilities	50,180	53,157	44,910	47,861
Deferred tax liabilities	29	17	-	-
Due to non-controlling interest of subsidiaries (non-trade)	1,212	1,744	-	-
	69,445	74,705	57,523	61,553
Capital, reserves and non-controlling interests				
Share capital	68,761	68,761	68,761	68,761
Treasury shares	(174)	(174)	(174)	(174)
Retained earnings	159,586	127,105	149,217	119,688
Other reserves	234	(150)	(5)	(12)
Foreign currency translation reserve	(250)	(134)	-	-
Equity attributable to owners of the Company	228,157	195,408	217,799	188,263
Non-controlling interests	3,764	2,605	-	-
Total equity	231,921	198,013	217,799	188,263
Total liabilities and equity	391,428	342,843	358,022	313,138

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C. Condensed Interim Consolidated Statements of Cash Flows

	Group	
	1H2021 US\$'000	1H2020 US\$'000
Cash flows from operating activities		
Profit before tax	38,318	7,547
Adjustments:		
Depreciation of property, plant and equipment	3,369	4,094
Depreciation of right-of-use assets	9,118	2,384
Amortisation of intangible assets	230	77
Depreciation of investment properties	17	19
Gain on disposal of property, plant and equipment	(11)	(1)
Allowance for impairment on receivables	1,141	653
Finance costs	1,323	1,023
Finance income	(129)	(476)
Share of results of associate/joint venture	(1,352)	(761)
Net foreign exchange loss	(212)	(545)
Operating cashflows before working capital changes	51,812	14,014
Decrease (increase) in:		
Inventories	(48)	(554)
Trade receivables	(9,170)	1,477
Other receivables and deposits	201	(421)
Prepaid operating expenses	(3,175)	1,921
Due from immediate holding company	(200)	(195)
Due from related companies	(6,751)	2,707
Due from non-controlling interest of subsidiary	(1,267)	(52)
Due from joint venture	-	(3)
Increase (decrease) in:		
Trade payables	5,505	(3,444)
Other payables and liabilities	3,769	(1,148)
Due to related companies	(41)	(3)
Cash generated from operations	40,635	14,299
Interest paid	(1,323)	(1,023)
Income tax paid	(241)	(110)
Net cash from operating activities	39,071	13,166

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Condensed Interim Consolidated Statements of Cash Flows (Continued)

	Group	
	1H2021	1H2020
	US\$'000	US\$'000
Cash flows from investing activities		
Interest income received	129	476
Proceeds from disposal of property, plant and equipment	16	2
Proceeds from disposal of current assets held for sale	6,615	-
Purchase of property, plant and equipment	(2,688)	(460)
Purchase of intangible assets	(9)	(556)
Net cash from (used in) investing activities	4,063	(538)
Cash flows from financing activities		
Repayment of lease liabilities	(8,750)	(2,329)
Repayment of bank term loans and borrowing	(1,719)	(4,851)
Dividend paid	(4,248)	-
Decrease in pledged deposits	22	4,952
(Repayment) / drawdown on loan from non-controlling interest of subsidiary	(533)	80
Net cash used in financing activities	(15,228)	(2,148)
Net increase in cash and cash equivalents	27,906	10,480
Effects of exchange rate changes on the balance of cash held in foreign currencies	(116)	(233)
Cash and cash equivalents at the beginning of the year	77,018	47,753
Cash and cash equivalents at the end of the year	104,808	58,000
Cash and bank balances (current)	108,595	61,815
Less: Pledged deposits	(3,787)	(3,815)
Cash and cash equivalents at the end of the year	104,808	58,000

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D. Condensed Interim Statements of Changes of Equity

	Share Capital	Treasury Shares	Other Reserves	Translation Reserve	Retained Earnings	Attributable to Equity holders	Non-Controlling Interests	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
GROUP								
Balance as at 1 Jan 2021	68,761	(174)	(150)	(134)	127,105	195,408	2,605	198,013
Profit for the period	-	-	-	-	36,729	36,729	1,201	37,930
Other comprehensive income for the period	-	-	384	(116)	-	268	(42)	226
Total	-	-	384	(116)	36,729	36,997	1,159	38,156
Transactions with owners, recognised directly in equity								
Dividend paid	-	-	-	-	(4,248)	(4,248)	-	(4,248)
Total	-	-	-	-	(4,248)	(4,248)	-	(4,248)
Balance as at 30 Jun 2021	68,761	(174)	234	(250)	159,586	228,157	3,764	231,921
GROUP								
Balance as at 1 Jan 2020	68,761	(174)	(774)	(122)	122,757	190,448	2,709	193,157
Profit for the period	-	-	-	-	7,156	7,156	151	7,307
Other comprehensive income for the period	-	-	257	(233)	-	24	(50)	(26)
Total	-	-	257	(233)	7,156	7,180	101	7,281
Balance as at 30 Jun 2020	68,761	(174)	(517)	(355)	129,913	197,628	2,810	200,438

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Condensed Interim Statements of Changes of Equity

(Continued)

	Share Capital	Treasury Shares	Other Reserves	Retained Earnings	Total Equity
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
COMPANY					
Balance as at 1 Jan 2021	68,761	(174)	(12)	119,688	188,263
Profit for the period, representing total comprehensive income for the period	-	-	-	33,777	33,777
Other comprehensive income for the period	-	-	7	-	7
	-	-	7	33,777	33,784
Transactions with owners, recognised directly in equity					
Dividend paid	-	-	-	(4,248)	(4,248)
Total	-	-	-	(4,248)	(4,248)
Balance as at 30 Jun 2021	68,761	(174)	(5)	149,217	217,799
Balance as at 1 Jan 2020	68,761	(174)	-	114,026	182,613
Profit for the period, representing total comprehensive income for the period	-	-	-	5,699	5,699
	-	-	-	5,699	5,699
Balance as at 30 Jun 2020	68,761	(174)	-	119,725	188,312

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E. Notes to the Condensed Interim Consolidated Financial Statements

1. Corporate Information

The Company (Registration Number: 199308462C) is incorporated in Singapore with its principal place of business and registered office at 6 Raffles Quay, #25-01, Singapore 048580. The Company is listed on the Mainboard of the Singapore Exchange Securities Trading Limited. These condensed interim consolidated financial statements comprise the Company and its subsidiaries (collectively, the Group).

The principal activities of the Company are the owning and operating of ocean-going ships and the provision of containerised feeder shipping services. The Group's vessels and services ply trade routes connecting various ports in South East Asia, the Indian Subcontinent, the Middle East and the Far East.

2. Basis of Preparation

The condensed consolidated interim financial statements have been prepared in accordance with SFRS(I) 1-34 Interim Financial Reporting. The condensed interim financial statements do not include all the information required for a complete set of financial statements. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Group's financial position and performance of the Group since the last annual financial statements.

The accounting policies adopted are consistent with those of the previous financial year which were prepared in accordance with Singapore Financial Reporting Standards (International) ("SFRS(I)"), except for the adoption of new and amended standards as set out in Note 2.1.

The financial statements are presented in United States Dollars ("USD" or "US\$") and all values are rounded to the nearest thousand (US\$'000) except when otherwise indicated.

2.1 New and Amended Standards adopted by the Group

The adoption of the various new/revised SFRS(I) effective for the financial year beginning on 1 January 2021 does not have a material financial effect on the Group and the Company.

2.2 Uses of judgement and estimates

The preparation of the Group's consolidated financial statements requires management to make judgments, estimates and assumptions that affect the reported amounts of revenue, expenses, assets and liabilities, and the disclosure of contingent liabilities at the end of each reporting period. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected. Information about judgement, assumptions and estimation uncertainties that could require a material adjustment on the amounts recognised in the financial statements is included in the following notes:

(a) *Investments in subsidiaries, associate and joint venture*

Management exercises their judgement in estimating recoverable amounts of its investment in subsidiaries, associate and joint venture within the Group.

The recoverable amounts of the investments are reviewed at the end of each reporting period to determine whether there is any indication that those investments have suffered an impairment loss. If any such indication exists, the recoverable amount is estimated in order to determine the extent of the impairment loss (if any). Recoverable amount is the higher of fair value less cost of disposal and value in use. In assessing value in use, management needs to estimate the future cash flows expected from the cash generating units and an appropriate discount rate in order to calculate the present value of the future cash flows. The recoverable amount is most sensitive to the discount rate used for the discounted cash flow model.

2.2 Uses of judgement and estimates (Continued)

(b) *Vessel useful life and impairment*

The cost of vessels and vessel improvements of the Group and the Company is depreciated on a straight-line basis over the useful life of the vessels. Management estimates the useful life of these vessels and vessel improvements to be within 15 to 25 years and 2.5 to 5 years respectively. Changes in the expected level of usage could impact the economic useful lives and the residual values of these assets, therefore, future depreciation charges could be revised.

Management also reviews the vessels for impairment whenever there is an indication that the carrying amount of the vessel may not be recoverable. Management measures the recoverability of an asset by comparing its carrying amount against its recoverable amount. Recoverable amount is the higher of the fair value less cost of disposal and value in use, which is the future cash flows that the vessel is expected to generate and the expected running cost thereof over its remaining useful life with a cash inflow in the final year equal to the expected residual value of the vessels. The future cash flows is discounted to their present value using a pre-tax discount rate that reflects the time value of money. If the vessel is considered to be impaired, impairment loss is recognised to an amount equal to the excess of the carrying value of the asset over its recoverable amount.

(c) *Residual values of vessels*

The Group reviews the residual values of vessels periodically to ensure that the amount is consistent with the future economic benefits embodied in these vessels at the point of disposal. Significant judgement is required in determining the residual values of its vessels.

In determining the residual values of its vessels, the Group considers the net proceeds that would be obtained from the disposal of the assets in the resale or scrap markets, fluctuations in scrap steel prices and industry practice. The effect of the changes in estimate by an increase in the scrap steel price in the estimated residual value of the vessels would reduce the depreciation charge and vice versa.

(d) *Estimation of loss allowance*

When measuring ECL, the Group uses reasonable and supportable forward-looking information, which is based on assumptions for the future movement of different economic drivers and how these drivers will affect each other. Loss given default is an estimate of the loss arising on default. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive. Probability of default constitutes a key input in measuring ECL. Probability of default is an estimate of the likelihood of default over a given time horizon, the calculation of which includes historical data, assumptions and expectations of future conditions.

(e) *Revenue recognition on an over time basis (freight operations)*

Revenue on freight operations are recognised by reference to the voyage progress as at end of the reporting period. This has been assessed by management to be an appropriate measure of progress towards complete satisfaction of these performance obligations over time. This requires the exercise of judgement and have a degree of complexity when determining the progress of the voyage as at end of the reporting period.

(f) *Leases - Estimating the incremental borrowing rate*

The Group cannot readily determine the interest rate implicit in the lease, therefore, it uses its incremental borrowing rate (IBR) to measure lease liabilities. The IBR is the rate of interest that the Group would have to pay to borrow over a similar term, and with a similar security, the funds necessary to obtain an asset of a similar value to the right-of-use asset in a similar economic environment. The IBR therefore reflects what the Group 'would have to pay', which requires estimation when no observable rates are available or when they need to be adjusted to reflect the terms and conditions of the lease. The Group estimates the IBR using observable inputs (such as market interest rates) when available and is required to make certain entity-specific estimates.

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3. Segment and Revenue Information

The Group is organised into three main operating divisions, namely:

- Container Shipping
- Bulk & Tanker Shipping
- Agencies & Logistics

Segment by Business

	Container Shipping	Bulk & Tanker Shipping	Agencies & Logistics	Eliminations	Group
1H2021	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue ⁽¹⁾					
- External sales	200,526	3,142	5,390	-	209,058
- Inter-segment sales	402	-	1,252	(1,654)	-
Total revenue	200,928	3,142	6,642	(1,654)	209,058
Segment results	36,707	197	1,254	2	38,160
Financial income	76	112	44	(103)	129
Financial expenses	(1,184)	(95)	(147)	103	(1,323)
Share of results of associate/joint venture	-	1,352	-	-	1,352
Profit before tax	35,599	1,566	1,151	2	38,318
Tax					(388)
Profit after tax					37,930
Segment assets ⁽¹⁾	327,544	33,837	29,979	-	391,360
Unallocated assets					68
					391,428
Segment liabilities	(135,503)	(8,799)	(13,696)	-	(157,998)
Unallocated liabilities					(1,509)
					(159,507)
Capital expenditure	2,632	-	65	-	2,697
Depreciation of property, plant and equipment	2,419	791	159	-	3,369
Depreciation of right-of-use assets	8,740	-	378	-	9,118
Amortisation of intangible assets	230	-	-	-	230
Depreciation of investment properties	13	-	4	-	17
Allowance for impairment on receivables	577	542	21	1	1,141

⁽¹⁾ As at 30 June 2021, PT. Samudera Shipping Indonesia has not commenced commercial activity.

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3. Segment and Revenue Information (continued)

	Container Shipping	Bulk & Tanker Shipping	Agencies & Logistics	Eliminations	Group
1H2020	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Revenue					
- External sales	166,161	3,523	5,146	-	174,830
- Inter-segment sales	136	-	826	(962)	-
Total revenue	166,297	3,523	5,972	(962)	174,830
Segment results	6,174	610	506	43	7,333
Financial income	172	214	94	(4)	476
Financial expenses	(718)	(30)	(287)	12	(1,023)
Share of results of associate/joint venture	-	761	-	-	761
Profit before tax	5,628	1,555	313	51	7,547
Tax					(240)
Profit after tax					7,307
Segment assets	214,864	40,680	26,545	-	282,089
Unallocated assets					63
					282,152
Segment liabilities	(56,648)	(10,514)	(13,415)	-	(80,577)
Unallocated liabilities					(1,137)
					(81,714)
Capital expenditure	960	-	56	-	1,016
Depreciation of property, plant and equipment	2,926	1,009	159	-	4,094
Depreciation of right-of-use assets	2,134	-	250	-	2,384
Amortisation of intangible assets	77	-	-	-	77
Depreciation of investment properties	13	-	6	-	19
Allowance for impairment on receivables	868	(196)	3	(22)	653

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3. Segment and Revenue Information (continued)

Disaggregation of Revenue

	Container Shipping	Bulk & Tanker Shipping	Agencies & Logistics	Eliminations	Group
1H2021	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Freight operations	193,270	-	-	(403)	192,867
Charter hire (time and voyage charter)	2,615	3,066	-	-	5,681
Sea freight forwarding services	-	-	3,120	-	3,120
Other services	5,043	76	3,522	(1,251)	7,390
Total revenue	200,928	3,142	6,642	(1,654)	209,058

Timing of revenue recognition

Over time:

- Freight operations	193,270	-	-	(403)	192,867
- Charter hire (time and voyage charter)	2,615	3,066	-	-	5,681
- Other services	5,043	76	3,522	(1,251)	7,390
	200,928	3,142	3,522	(1,654)	205,938

Point in time:

- Sea freight forwarding services	-	-	3,120	-	3,120
	200,928	3,142	6,642	(1,654)	209,058

	Container Shipping	Bulk & Tanker Shipping	Agencies & Logistics	Eliminations	Group
1H2020	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Freight operations	158,542	-	-	(136)	158,406
Charter hire (time and voyage charter)	1,531	3,447	-	-	4,978
Sea freight forwarding services	-	-	3,375	-	3,375
Other services	6,224	76	2,597	(826)	8,071
Total revenue	166,297	3,523	5,972	(962)	174,830

Timing of revenue recognition

Over time:

- Freight operations	158,542	-	-	(136)	158,406
- Charter hire (time and voyage charter)	1,531	3,447	-	-	4,978
- Other services	6,224	76	2,597	(826)	8,071
	166,297	3,523	2,597	(962)	171,455

Point in time:

- Sea freight forwarding services	-	-	3,375	-	3,375
	166,297	3,523	5,972	(962)	174,830

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3. Segment and Revenue Information (continued)

Geographical segment

	Revenue	
	1H2021 US\$'000	1H2020 US\$'000
Container Shipping and Agencies & Logistics*		
Indonesia	53,100	41,580
South East Asia (excluding Indonesia)	101,283	88,161
Middle East and Indian Sub-continent	47,381	38,711
Far East (including China and Hong Kong)	3,283	2,455
Others	869	400
Total revenue for Container Shipping and Agencies & Logistics	205,916	171,307

*The Directors believe it could be inaccurate to analyze the profits by geographical segment because certain costs cannot be meaningfully allocated to the different routes as the vessels do not operate on fixed routes. For Bulk and Tanker Shipping, charterers of the Group's vessels have the discretion to operate within a wide trading area and are not constrained by a specific sea route.

4. Related Parties Transactions

There are no material related party transactions apart those disclosed elsewhere in the financial statements and other information required under listing manual.

5. Taxation

	Group	
	1H2021 US\$'000	1H2020 US\$'000
Current income tax expense	381	240
Deferred income tax expense relating to origination and reversal of temporary differences	7	-
	388	240

Income tax is calculated at prevailing tax rates of the respective countries on the estimated assessable profit for the period.

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6. Borrowings

The aggregate amount of the group's borrowings and debt securities

	As at 30 June 2021		As at 31 Dec 2020	
	Secured US\$ million	Unsecured US\$ million	Secured US\$ million	Unsecured US\$ million
Amount repayable in one year or less, or on demand	9.53	-	9.77	-
Amount repayable after one year	18.02	-	19.79	-
	27.55	-	29.56	-

Details of any collateral

The Group's borrowings are secured by means of:

- Corporate guarantees from the Company
- Legal mortgages over certain vessels of the Company and the subsidiaries
- Legal charges over certain bank accounts of the Company and the subsidiaries
- Assignment of income derived from certain charter hire contracts of the subsidiaries
- Assignment of insurance of certain vessels of the Company and the subsidiaries
- Legal mortgages over freehold properties of the Company
- Assignment of insurance, title and interest of freehold properties of the Company

7. Leases

During the half-year period ended 30 June 2021, the Group has capitalised US\$16,648,000 of long term leases into right-of-use assets.

8. Subsequent Events

There are no known subsequent event which have led to adjustments to this set of interim financial statements.

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F. Other Information required under Listing Manual

1. Share Capital

	Company	
	No of Shares	US\$'000
Issued and paid up as at 30 Jun 2021, 31 Dec 2020 and 30 Jun 2020	539,131,199	68,761

- During the period ended 30 June 2021, there was no change in the Company's share capital.
- As at 30 June 2021, total issued share capital of the Company was 539,131,199 (30 June 2020: 539,131,199) ordinary shares which include 1,093,000 (30 June 2020: 1,093,000) ordinary shares held as treasury shares and no subsidiary holdings (30 June 2020: Nil). As at 30 June 2021, the percentage of treasury shares approximate 0.2% (30 June 2020: 0.2%) of the total number of issued shares excluding treasury shares.
- As at 30 June 2021, there were no outstanding convertibles (30 June 2020: Nil).
- Total number of issued shares excluding treasury shares as at 30 June 2021 was 538,038,199 (31 December 2020: 538,038,199) shares.
- There is no sales, transfer, cancellation and/or use of treasury shares as at 30 June 2021.
- There is no sales, transfer, cancellation and/or use of subsidiary holdings as at 30 June 2021.

2. Net Asset Value

	Group		Company	
	30 Jun 21 US cents	31 Dec 20 US cents	30 Jun 21 US cents	31 Dec 20 US cents
Net asset value per ordinary share based on issued share capital as at the end of period	42.41	36.32	40.48	34.99

Net asset value per ordinary share as at 30 June 2021 and 31 December 2020 is calculated based on the number of issued ordinary shares (excluding treasury shares) of 538,038,199.

3. Earnings per ordinary share

	Group	
	1H 2021 US cents	1H 2020 US cents
Earnings per ordinary share of the Group based on net profit attributable to the owners of the Company		
(i) Based on the weighted average number of ordinary shares in issue	6.83	1.33
(ii) On a fully diluted basis	6.83	1.33

Earnings per ordinary share for the half year ended 30 June 2021 and 30 June 2020 is calculated based on the number of issued of ordinary shares (excluding treasury shares) of 538,038,199.

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4. Whether the figures have been audited or reviewed and in accordance with which auditing or practice.

The figures have not been audited or reviewed by the auditors.

5. Where the figures have been audited or reviewed, the auditors' report (including any modifications or emphasis of a matter).

Not applicable.

6. Where the latest financial statements are subject to an adverse opinion, qualified opinion or disclaimer of opinion:

(a) Updates on the efforts taken to resolve each outstanding audit issue.

This is not required for any audit issue that is a material uncertainty relating to going concern.

(b) Confirmation from the Board that the impact of all outstanding audit issues on the financial statements have been adequately disclosed.

Not applicable.

7. 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.

Income Statement

The Group recorded a 19.6% increase in revenue to USD209.1 million in the six months ended 30 June 2021 ("1H21"), compared to USD174.8 million in the previous corresponding period ("1H20"), driven by higher revenue contribution from the container shipping segment.

Container shipping revenue rose 20.8% to USD200.9 million in 1H21, compared to USD166.3 million a year ago, on the back of higher freight rates, especially for carrier-owned container cargo. While demand for shipping services was strong, container volume handled only rose by 8.1% to 715,000 TEUs (1H20: 662,000 (TEUs), as the global port congestion situation arising from pandemic-related disruptions resulted in a shortage of capacity, due to longer vessel turnaround time in conjunction with the volume growth in the long-haul services.

The bulk and tanker shipping segment recorded revenue of USD3.1 million in 1H21, a 10.8% decrease from USD3.5 million in 1H20, taking into account lower employment days and charter-hire rates for its chemical tankers during the period.

Cost of services remained relatively unchanged year-on-year at USD164.3 million (1H20: USD161.9 million), on the back of the Group's ability to respond nimbly to the challenges arising from the pandemic. Such response includes:

- adopting conscientious approach towards operational cost management
- actively managing the utilisation of its container fleet
- securing vessels on long-term charter in a timely manner

Gross profit thus recorded a USD31.8 million improvement to USD44.8 million compared to USD13.0 million in 1H20.

The Group's general and administrative expenses increased 38.9% to USD8.8 million, compared to USD6.3 million in 1H20, taking into account provisions for bad debt and employee benefits, as well as a reduction in Job Support Scheme grant received year-on-year.

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Other operating income rose to USD2.2 million, from USD0.7 million in 1H20, mainly due to proceeds of USD1.5 million received from the sale of aging container boxes as part of the Group's container fleet rejuvenation programme.

Share of results of associate companies increased 77.7% to USD1.4 million in 1H21, from USD0.8 million in 1H20, in view of lower interest expenses.

Taking the above factors into account, the Group's net profit after tax rose more than five-fold to USD37.9 million in 1H21, compared to USD7.3 million in 1H20.

Balance sheet

Right-of-use assets rose to USD71.4 million as at 30 June 2021, compared to USD63.9 million as at 31 December 2020, following the addition of three container vessels on long-term time charter in 1H21.

Having considered the repayment of bank loans and lease liabilities, the cash and bank balances improved to USD108.6 million, from USD80.8 million as at 31 December 2020, after taking into account the improved profitability in 1H21 and the disposal of a container vessel during the period. Consequent to the vessel disposal, assets held for sale at 30 June 2021 was USD6.6 million, compared to USD13.2 million as at 31 December 2020.

Trade receivables increased by USD8.7 million to USD62.5 million as at end-June 2021 as a results of higher business activities. Higher trade payables was recorded as at end-June 2021 due to of increased business activities and higher bunker price

As at 30 June 2021, current and non-current lease liabilities was USD72.2 million, compared to USD64.3 million as at end-December 2021, taking into account the addition of three chartered-in container vessels.

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

Not applicable.

9. 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.

The global port congestion situation arising from pandemic control efforts by governments around the world has greatly disrupted container shipping services. The severity and scale of the congestion have led to a shortage of vessel and container capacity in some ports amid strong demand for shipping services. The resulting upward pressure on freight rates is thus expected to continue in the near term.

Nevertheless, such port delays and its associated cost impact, along with the volatile bunker price, could weigh on operating costs. The strong demand for container shipping services and the shortage of capacity have also driven an increase in vessel charter rates. The Group has secured a total of nine vessels on long-term charter to ensure the availability of capacity in the next 12 months to support its customers, with seven of them under current deployment while another two vessels are expected to be delivered in the fourth quarter of 2022.

The two tankers under the Group's bulk and tanker shipping segment remain gainfully employed. The Group is encouraged by the growth of the agencies and logistics segment, with stable utilisation at its warehouse in Malaysia and the agency business yielding better returns amid the increases in freight rates and shipping activities.

Going forward, the Group will continue to remain resilient and nimble in the management of its operations. It will also continue to work closely with its partners and customers to meet their requirements amid the ongoing challenges.

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10. Dividend

(a) Current Financial Period Reported On

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

Name of Dividend	Interim
Dividend Type	Cash
Dividend Amount per share (in Singapore cents)	0.50
Tax Rate	Tax exempt
Total Dividend declared	S\$ 2,690,000

The Board of Directors are pleased to declare a tax exempt one-tier interim cash dividend of 0.50 Singapore cents per share (30 Jun 2020 : NIL) in respect of the half year ended 30 June 2021.

(b) Corresponding Period of the Immediately Preceding Financial Year

Any dividend declared for the corresponding period of the immediately preceding financial year? No

(c) Date Payable

18 August 2021

(d) Books closure date

Date on which the Registrable Transfers received by the Company will be registered before entitlements to the dividend are determined : 11 August 2021, 5.00pm

11. If no dividend has been declared / recommended, a statement to that effect and the reason(s) for the decision.

Not applicable.

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12. Interested Person Transactions

Name of interested person	Nature of relationship	Aggregate value of all transactions conducted under a shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual	
		1H2021 US\$'000	1H2020 US\$'000
<u>Expenses</u>			
<u>PT. Samudera Indonesia Tbk</u>	Immediate holding company		
Office rental		5	9
Vessel charter hire		1,121	1,071
<u>PT. Samudera Agencies Indonesia</u>	Related company		
Agency commissions ⁽¹⁾		1,009	939
<u>PT. Samudera Indonesia Ship Management</u>	Related company		
Ship management fees		281	290
<u>PT. Perusahaan Pelayaran Nusantara Panurjwan</u>	Related company		
Vessel charter hire		2,155	1,751
<u>PT. Samudera Sarana Logistik</u>	Related company		
Container depot		89	46
<u>PT. Tangguh Samudera Jaya</u>	Related company		
Stevedorage charges		2,731	2,022
<u>Revenue</u>			
<u>PT. Samudera Energi Tangguh</u>	Related company		
Vessel charter hire		944	-
		8,335	6,128

⁽¹⁾ No agency commission is payable for revenue collected or payments made on behalf of Samudera Shipping Line Ltd and the transaction has been accorded as a nil value.

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12. Interested Person Transactions (continued)

Name of interested person	Nature of relationship	Aggregate value of all transactions excluding transactions conducted under shareholders' mandate pursuant to Rule 920 of the SGX-ST Listing Manual	
		1H2021 US\$'000	1H2020 US\$'000
Expenses			
<u>PT. Perusahaan Pelayaran Nusantara Panuriwan</u>	Related company		
Freight expenses		7	15
<u>PT. Praweda Sarana Informatika</u>	Related company		
Software development and system maintenance		12	225
<u>PT. Ista Indonesia</u>	Related company		
Car rental		45	39
Revenue			
<u>PT. Perusahaan Pelayaran Nusantara Panuriwan</u>	Related company		
Vessel charter hire		-	220
<u>PT. Samudera Energi Tangguh</u>	Related company		
Vessel charter hire		2,122	3,136
		2,186	3,635

13. Confirmation that the Issuer has procured undertakings from its directors and executive officers (in the format set out in Appendix 7.7 under Rule 720(1)).

The Company hereby confirms that it has procured undertakings from all its directors and executive officers under Rule 720(1) of the Listing Manual.

14. Negative Assurance Confirmation Pursuant To Rule 705(5) of the Listing Manual.

We, Bani Maulana Mulia and Ridwan Hamid, being two Directors of SAMUDERA SHIPPING LINE LTD (the "Company"), do hereby confirm on behalf of the 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 financial results for the half year ended 30 June 2021 to be false or misleading in any material aspect.

Bani Maulana Mulia
Executive Director, CEO

Ridwan Hamid
Executive Director, CFO

BY ORDER OF THE BOARD

Ridwan Hamid
Executive Director, CFO
28 July 2021