



COSCO Corporation (Singapore) Limited
(Company Registration No.: 196100159G)

Clarification of Article in The Business Times

Reference is made to the report entitled “Cosco banks on two new areas for shipyard arm” published in The Business Times on 19 January 2007.

In the said report, it was stated that the Company “expects its new focus on offshore rigbuilding and ship newbuilding to contribute 60 per cent of total revenue from its China-based shipyard subsidiary within three years” and that the “aim for the shipyard is to build up the two new areas of vessel shipbuilding and offshore marine engineering to contribute 30 per cent each of total revenue by 2010”.

The above statements are in line with the matters stated in the Company’s announcement made on 5 January 2007 that the establishment of Cosco (Zhoushan) Shipyard Co., Ltd is to enable it to further grow and become a significant entity with the Cosco Shipyard Group and is in line with its strategy to further expand its ship repair and marine engineering capacity and capabilities in light of the booming offshore marine industry.

The Company would like to clarify that the above figures of 60 per cent and 30 per cent are derived from the revenue from the offshore rigbuilding and ship newbuilding businesses based on announced contracts.

The Company would specifically like to clarify that no reference was made by Mr Ji Haisheng (to whom the above statements were attributed) as to the proportion of revenue contribution in respect of the next three years nor that as at 2010.

FOR AND ON BEHALF OF THE BOARD

Min Jian Guo

Vice President / Executive Director

19 January 2007