



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

COSCO Secured Semi-Submersible Rig Hull Building Contract Valued at USD202 million (Approximate S\$307m)

COSCO Corporation (Singapore) Ltd (“COSCO” or the “Company”) is pleased to announce that COSCO Zhoushan Shipyard, a subsidiary of its 51%-owned COSCO Shipyard Group, had signed a contract with Norwegian owner, Red Flag A.S, to build a semi-submersible rig hull, GM5000, valued at US\$202 million (Approximate S\$307m).

GM5000 is a semi-submersible rig unit with a dynamic positioning system, accommodation and a ballasting system. It will be outfitted with conventional drilling equipment capable of drilling to 1500m and will be designed to operate and function in the North Sea including the Norwegian continental shelf.

GM5000 is a sister rig of GM4000, a well intervention semi-submersible rig ordered by Marine Accurate Well ASA (Maracc) from Cosco Zhoushan Shipyard at the beginning of this year. Red Flag A.S decided to use the basic GM4000 design concept after a period of observation on the construction of GM4000 at Zhoushan shipyard. This is a vote of customer’s confidence in the capability of COSCO Zhoushan Shipyard.

The project is scheduled to commence on 30 June 2007 and is targeted to be delivered by the shipyard before the end of 2009.

None of the directors or controlling shareholders of the Company has any interest, direct or indirect in the contract.

The contract is not expected to have a significant impact on the net tangible assets (NTA) and earnings per share (EPS) of the Company for the year ending 31st December 2007.

BY ORDER OF THE BOARD

Ji Hai Sheng

Vice Chairman / President

Date: 21 May 2006