



Singapore Shipping Corporation Limited

Company Registration Number : 198801332G

CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE SIX MONTHS AND FINANCIAL YEAR ENDED 31 MARCH 2022

- RESPONSE TO QUERIES FROM SINGAPORE EXCHANGE SECURITIES TRADING LIMITED (“SGX-ST”)

The Board of Directors of Singapore Shipping Corporation Limited (“**Company**”) refers to queries received from the SGX-ST on 17 June 2022 in relation to the Company’s announcement of 26 May 2022 on its “Condensed Interim Financial Statements for the Six Months and Financial Year Ended 31 March 2022” (“**SGX Announcement**”), and sets out its responses below:

Question:

It is noted that the cash and cash equivalents for the Group as at 31 Mar 2022 was US\$38.7million.

Please clarify:

- i. the increase in cash and cash equivalents from US\$33.2 million in 31 Mar 2021, to US\$38.7 million in 31 Mar 2022, while interest income on deposits with banks decreased from US\$286,000 to US\$181,000.*

Response:

Interest income earned from fixed deposits is dependent on the following factors:

- a) Tenure of the fixed deposits;
- b) Currency denomination of the fixed deposits; and
- c) Interest rates paid by the financial institutions.

The Company places its fixed deposits with different tenure to ensure sufficient liquidity when required. At the same time, the Company places its fixed deposits in different financial institutions to ensure no concentration of credit risk with any financial institution.

The decrease in interest income was mainly attributed to the decrease in interest rates on the fixed deposits placed during the financial year (2022: 0.2% to 1.2%; 2021: 0.2% to 2.8%).

Lee Li Huang
Chief Financial Officer and Company Secretary

20 June 2022