



CHINA AVIATION OIL (SINGAPORE) CORPORATION LTD
(Company Registration No. 199303293Z)
Full Year Financial Statement For The Period Ended 31 December 2008

PART I - INFORMATION REQUIRED FOR QUARTERLY (Q1, Q2, Q3), HALF-YEAR AND FULL YEAR RESULTS

1(a) An income statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

These figures have not been audited:

	Group			
	Jan-Dec 08	Jan-Dec 07	Variance	
	US\$'000	US\$'000	+ / -	%
Revenue (Note 1)	5,365,045	2,957,971		81.4%
Cost of sales	(5,346,193)	(2,945,302)		81.5%
Gross Profit (Note 2)	18,852	12,669		48.8%
Other operating income				
- Bank interest income	5,073	8,729		-41.9%
- Gain on derivatives (Note 3)	4,592	-		NM
- Gain on disposal of non-current investment held for sale (Note 4)	-	160,165		NM
- Gain on disposal of interest in a subsidiary	-	634		NM
- Others (Note 5)	765	3,594		-78.7%
Administrative expenses	(6,424)	(7,577)		-15.2%
Other operating expenses (Note 6)	619	(1,370)		-145.2%
Finance costs (Note 7)	(542)	(6,658)		-91.9%
Share of results of associates (net of tax) (Note 8)	10,516	25,475		-58.7%
Profit before taxation	33,451	195,661		-82.9%
Income tax credit/(expense) (Note 9)	4,894	(27,919)		NM
Profit after taxation	38,345	167,742		-77.1%
Attributable to:				
Equity holders of the Company	38,345	168,334		-77.2%
Minority interests	-	(592)		NM
Profit for the year	38,345	167,742		-77.1%

Profit before taxation is derived at after crediting / (charging):

	Group		
	Jan-Dec 08 US\$'000	Jan-Dec 07 US\$'000	Var + / - %
Depreciation of property, plant and equipment	(556)	(403)	38.0%
Amortisation of intangible assets	(106)	(43)	NM
Foreign exchange gain (Note 5)	635	3,547	NM
Allowance for impairment of trade receivables reversed	-	1,267	NM
Bad debts written off	-	(14)	NM
Impairment loss on property, plant and equipment reversed/(made)	1,992	(1,593)	NM
Interest expenses (Note 7)	-	(6,145)	NM
Over/(Under) provision of current taxation in respect of prior years	4,894	(1,723)	NM

Note 1: The increase in CAO Group's revenue for Financial Year 2008 ("FY2008") to US\$5.37 billion from US\$2.96 billion for Financial Year 2007 ("FY2007") was mainly attributable to higher volume of jet fuel procured and supplied as well as the high fuel prices. The total volume procured and supplied was 5.19 million MT in FY2008 compared to 4.19 million MT in FY2007, an increase of approximately 23.9%.

Note 2: Gross profit was derived from the fixed margin per barrel, hedging and freight optimisation activities in relation to jet fuel procured and supplied to major international airports in China.

Note 3: This relates mainly to derivatives gain in 2Q 2008 which resulted from the unwinding of a hedging contract originally entered into by the Company to hedge an underlying physical cargo. The cancellation of the underlying physical cargo following discussions with the customer due to fluctuations in jet fuel prices and the high inventory level of the customer gave the Company the opportunity to close the paper swaps at a higher price.

Note 4: The gain in FY2007 was derived from the sale of the 5% interest in Compania Logistica de Hidrocarburos, S.A. ("CLH").

Note 5: Others in FY2008 comprised mainly net foreign exchange gain resulting from the appreciation of the Singapore dollar against the US dollar in the first half of 2008. For FY2007, this mainly comprised net foreign exchange gain due to the appreciation of the Euro against the US dollar.

Note 6: Other operating expenses for FY2008 was in credit mainly due to the reversal of impairment loss on leasehold properties of the Group following an independent valuation carried out by Colliers International Consultancy & Valuation (Singapore) Pte Ltd at open market value on an existing use basis. For FY2007, it comprised mainly the impairment made for the storage properties in China Aviation Oil Xinyuan Petrochemicals Co. Ltd. ("Xinyuan"), a former subsidiary which the Group partially divested 41% of its stake in August 2007.

Note 7: Finance costs in FY2008 comprised mainly bank charges relating to the issuance of Letters of Credit. For FY2007, finance costs comprised interest payments made to scheme creditors and the accelerated amortisation of the fair value interest adjustment in accordance with FRS 39 as a result of the full settlement of the deferred debt in May 2007.

Note 8: Comprised mainly share of results of Shanghai Pudong International Airport Aviation Fuel Supply Company Ltd ("Pudong"). Please refer to point 8 for the explanation on the decrease in share of result of associates.

Note 9: The tax credit in FY2008 was due to the reversal of provisions of US\$3.53 million provided in previous years of assessments following the decision by Inland Revenue Authority of Singapore ("IRAS") (i) to allow the utilisation of losses from speculative options trading incurred in FY2004 of approximately S\$896 million (approximately US\$530 million); and (ii) to regard the waiver of debts under the Scheme of Arrangement in FY2006 as non-taxable. The Group also received a tax refund of US\$1.36 million from IRAS in respect of a claim for group loss relief against the previous years' profits of its wholly owned subsidiary, CAOT Pte Ltd ("CAOT"). Income tax expense in FY2007 comprised capital gain tax of US\$25.37 million paid in Spain on the disposal of CLH and additional income tax provisions of US\$1.72 million on prior year tax assessments and income tax provision for FY2007 amounting to US\$0.83 million.

1(b)(i) A balance sheet (for the issuer and group), together with a comparative statement as at end of the immediately preceding financial year.

	Group		Company	
	As at 31 Dec 08 US\$'000	As at 31 Dec 07 US\$'000	As at 31 Dec 08 US\$'000	As at 31 Dec 07 US\$'000
Non-current assets				
Property, plant and equipment	8,296	6,808	8,296	6,808
Intangible assets	174	269	174	269
Associates (Note 1)	82,005	97,108	35,911	35,911
	<u>90,475</u>	<u>104,185</u>	<u>44,381</u>	<u>42,988</u>
Current assets				
Trade and other receivables	251,417	283,460	251,417	283,460
Cash and cash equivalents (Note 2)	153,102	300,472	153,081	299,517
	<u>404,519</u>	<u>583,932</u>	<u>404,498</u>	<u>582,977</u>
Total assets	<u>494,994</u>	<u>688,117</u>	<u>448,879</u>	<u>625,965</u>
Equity attributable to equity holders of the Company				
Share capital	215,573	215,573	215,573	215,573
Reserves	19,777	14,321	-	-
Accumulated profits/(losses) (Note 3)	40,350	38,688	14,016	(7,789)
Total equity	<u>275,700</u>	<u>268,582</u>	<u>229,589</u>	<u>207,784</u>
Current liabilities				
Trade and other payables	219,294	413,232	219,290	413,215
Current tax payable	-	6,303	-	4,966
Total liabilities	<u>219,294</u>	<u>419,535</u>	<u>219,290</u>	<u>418,181</u>
Total equity and liabilities	<u>494,994</u>	<u>688,117</u>	<u>448,879</u>	<u>625,965</u>

Note 1 - The decrease in investments in associates was mainly due to the recognition of dividend of approximately US\$31.29 million declared by Pudong. This decrease is offset by the Group's share of results of associates and currency translation reserve due to the appreciation of RMB against the US dollar amounting to US\$16.19 million.

Note 2 - The decrease in cash and cash equivalents was mainly due to the dividend payment of US\$36.68 million in May 2008 and the timing differences on receipts from trade receivables and payments to trade creditors.

Note 3 - The increase in accumulated profits at Company level was due to current year profits of US\$27.20 million and the recognition of dividend of approximately US\$31.29 million declared by Pudong. This increase is offset by the Special Dividend and Final Dividend paid in respect of the financial year ended 31 December 2007. The dividends payout amounted to US\$36.68 million. Please refer to Statement of Changes in Equity on page 7.

1(b)(ii) Aggregate amount of group's borrowings and debt securities.

Amount repayable in one year or less, or on demand

As at 31 Dec 2008		As at 31 Dec 2007	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
0	0	0	0

Amount repayable after one year

As at 31 Dec 2008		As at 31 Dec 2007	
Secured US\$'000	Unsecured US\$'000	Secured US\$'000	Unsecured US\$'000
0	0	0	0

The Company does not have any interest-bearing liabilities or obligations as at 31 December 2008 and as at 31 December 2007.

1(c) A cash flow statement (for the group), together with a comparative statement for the corresponding period of the immediately preceding financial year.

	Group	
	2008 US\$'000	2007 US\$'000
Operating Activities		
Profit for the year	38,345	167,742
Adjustments for items not involving outlay of funds:-		
Depreciation of property, plant and equipment	556	403
Amortisation of intangible assets	106	43
Gain on disposal of non-current investment held for sale	-	(160,165)
Gain on disposal of interest in a subsidiary	-	(634)
Gain on disposal of property, plant and equipment	(53)	-
Share of profits of associate	(10,516)	(25,475)
Impairment loss on property, plant and equipment (reversed)/made	(1,992)	1,593
Property, plant and equipment written off	-	4
Interest income	(5,073)	(8,729)
Interest expense	-	6,145
Income tax (credit)/expense	(4,894)	27,919
Unrealised exchange differences	1,210	(219)
	<u>17,689</u>	<u>8,627</u>
Changes in working capital		
Trade and other receivables	63,194	(47,234)
Trade and other payables	(194,446)	189,748
Cash generated from/(used in) operations	<u>(113,563)</u>	<u>151,141</u>
Income tax paid	(1,115)	(26,190)
Cash flows generated from/(used in) operating activities	<u>(114,678)</u>	<u>124,951</u>
Investing Activities		
Interest received	5,211	8,452
Purchase of property, plant and equipment	(80)	(317)
Purchase of intangible assets	(11)	(312)
Proceeds from disposal of property, plant and equipment	81	-
Proceeds from disposal of non-current investment held for sale	-	224,663
Proceeds from disposal of interest in a subsidiary	-	2,272
Cash flows generated from investing activities	<u>5,201</u>	<u>234,758</u>
Financing Activities		
Interest paid	-	(2,459)
Dividend paid	(36,683)	(9,529)
Repayment to scheme creditors	-	(136,963)
Decrease in Escrow account balance	-	4,119
Cash flows used in financing activities	<u>(36,683)</u>	<u>(144,832)</u>
Net (decrease)/increase in cash and cash equivalents	<u>(146,160)</u>	<u>214,877</u>
Cash and cash equivalents at beginning of the year	300,472	85,376
Net effect of exchange rate changes on balances held in foreign currencies	(1,210)	219
Cash and cash equivalents at end of the year	<u><u>153,102</u></u>	<u><u>300,472</u></u>

1 (d) (i) A statement (for the issuer and group) showing either (i) all changes in equity or (ii) changes in equity other than those arising from capitalization issues and distributions to shareholders, together with a comparative statement for the corresponding period of the immediately preceding financial year.

Consolidated Statement of Changes in Equity

	Share capital US\$'000	Hedging reserve US\$'000	Currency translation reserve US\$'000	Statutory surplus reserve US\$'000	Accumulated (losses)/profits US\$'000	Total attributable to equity holders of the Company US\$'000	Minority interests US\$'000	Total equity US\$'000
Group								
At 1 January 2007	215,573	-	3,214	6,925	(120,009)	105,703	1,073	106,776
Translation differences relating to financial statements of foreign subsidiary and associate/Net gain recognised directly in equity	-	-	4,074	-	-	4,074	20	4,094
Profit/(loss) for the year	-	-	-	-	168,334	168,334	(592)	167,742
Total recognised income and expense for the year	-	-	4,074	-	168,334	172,408	(572)	171,836
Disposal of interest in a subsidiary	-	-	-	-	-	-	(501)	(501)
Transfer from accumulated profits to statutory surplus reserve	-	-	-	108	(108)	-	-	-
Dividend paid in respect of 2006	-	-	-	-	(9,529)	(9,529)	-	(9,529)
At 31 December 2007	215,573	-	7,288	7,033	38,688	268,582	-	268,582
At 1 January 2008	215,573	-	7,288	7,033	38,688	268,582	-	268,582
Translation differences relating to financial statements of foreign associate/Net gain recognised directly in equity	-	-	5,456	-	-	5,456	-	5,456
Effective portion of changes in fair value of cash flow hedges	-	(14,250)	-	-	-	(14,250)	-	(14,250)
Net change in fair value of cash flow hedges transferred to the income statement	-	14,250	-	-	-	14,250	-	14,250
Profit for the year	-	-	-	-	38,345	38,345	-	38,345
Total recognised income and expense for the year	-	-	5,456	-	38,345	43,801	-	43,801
Dividend paid in respect of 2007	-	-	-	-	(36,683)	(36,683)	-	(36,683)
At 31 December 2008	215,573	-	12,744	7,033	40,350	275,700	-	275,700

	Share capital US\$'000	Hedging reserve US\$'000	Accumulated (losses)/profits US\$'000	Total attributable to equity holders of the Company US\$'000
Company				
At 1 January 2007	215,573	-	(153,677)	61,896
Profit for the period/Total recognised income for the year	-	-	155,417	155,417
Dividend paid in respect of 2006			(9,529)	(9,529)
At 31 December 2007	<u>215,573</u>	<u>-</u>	<u>(7,789)</u>	<u>207,784</u>
At 1 January 2008	215,573	-	(7,789)	207,784
Effective portion of changes in fair value of cash flow hedges	-	(14,250)	-	(14,250)
Net change in fair value of cash flow hedges transferred to the income statement	-	14,250	-	14,250
Profit for the period	-		58,488	58,488
Total recognised income for the year	<u>-</u>	<u>-</u>	<u>58,488</u>	<u>58,488</u>
Dividend paid in respect of 2007	-	-	(36,683)	(36,683)
At 31 December 2008	<u>215,573</u>	<u>-</u>	<u>14,016</u>	<u>229,589</u>

1(d)(ii) Details of any changes in the company's share capital arising from rights issue, bonus issue, share buy-backs, exercise of share options or warrants, conversion of other issues of equity securities, issue of shares for cash or as consideration for acquisition or for any other purpose since the end of the previous period reported on. State also the number of shares that may be issued on conversion of all the outstanding convertibles as at the end of the current financial period reported on and as at the end of the corresponding period of the immediately preceding financial year.

No shares were issued since 31 December 2007.

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

These figures have not been audited or reviewed. The audit is currently in progress.

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

Not applicable.

4. Whether the same accounting policies and methods of computation as in the issuer's most recently audited annual financial statements have been applied.

Except as disclosed in item 5 below, the Group has applied the same accounting policies and methods of computation in the financial statements for the current reporting period as those adopted for the audited consolidated financial statements for the year ended 31 December 2007.

5. If there are any changes in the accounting policies and methods of computation, including any required by an accounting standard, what has changed, as well as the reasons for, and the effect of, the change.

The Group adopted the following new/revised Singapore Financial Reporting Standards ("FRS"):

INT FRS 111 FRS 102 Group and Treasury Share Transaction

INT FRS 112 Service Concession Arrangements

INT FRS 114 The Limit on a Defined Benefit Asset, Minimum Funding Requirements and their Interaction

Other than the adoption of the above new/revised Financial Reporting Standards issued by the Council on Corporate Disclosure and Governance as at 31 December 2008, which took effect on 1 January 2008, there has been no change in the accounting policies and methods of computation adopted by the Group. The adoption of the new/revised Financial Reporting Standards did not have a significant impact on the financial statements of the Group.

- 6 Earning per ordinary share of the group for the current financial period reported on and the corresponding period of the immediately preceding financial year, after deducting any provision for preference dividends.

	As at 31 Dec 08	As at 31 Dec 07
Earnings per ordinary share for the period after deducting any provision for preference dividends:		
(a) Based on weighted average number of ordinary share on issue; and	5.30 US cents	23.29 US cents
(b) On a fully diluted basis	5.30 US cents	23.29 US cents
Weighted average number of shares ('000)	722,821	722,821

Basic earnings per share and earnings per share on a fully diluted basis for the financial year ended 31 December 2008 were computed based on net profit attributable to shareholders of US\$38,345,000 (2007: US\$168,334,000) and weighted average share capital of 722,820,537 (2007: 722,820,537) ordinary shares.

There were no dilutive potential ordinary shares for the current and previous periods.

- 7 Net asset value (for the issuer and group) per ordinary share based on issued share capital of the issuer at the end of the:
- (a) current financial period reported on; and
- (b) immediately preceding financial year.

	Group		Company	
	31 Dec 08	31 Dec 07	31 Dec 08	31 Dec 07
Net asset value per ordinary share based on issued share capital at the end of the period reported on (US cents)	38.14	37.16	31.76	28.75
Number of ordinary shares issued ('000)	722,821	722,821	722,821	722,821

Net asset value per ordinary share is determined based on net asset value attributable to equity holders of the Company and the number of shares in issue of the Company as at 31 December 2008 and 31 December 2007.

- 8 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.

Performance review

The principal activities of the Group remain as those relating to the procurement of jet fuel, oil-trading activities and investment holding. Correspondingly, revenue streams comprised (i) jet fuel procurement (ii) results from oil-trading activities for the purpose of hedging and (iii) strategic investments in oil related businesses.

FY 2008 vs FY 2007

The Group's revenue for FY 2008 was US\$5.37 billion compared to US\$2.96 billion for FY2007, an increase of 81.4%. The increase was mainly attributable to the higher volume of jet fuel procured and supplied as well as due to the high fuel prices. Total volume of jet fuel procured and supplied was 5.19 million MT in FY2008 compared to 4.19 million MT in FY2007, an increase of approximately 23.9%. Average jet fuel price was US\$130.16 per barrel in FY2008 compared to US\$88.81 per barrel in FY2007. The increase in total volume of jet fuel procured and supplied in 2008 was due to a rise in demand for jet fuel imports in China to safeguard supply during the Beijing Olympics season and a corresponding decline in China's domestic production and supply of jet fuel.

The Company recorded gain on derivatives of US\$4.59 million on paper swaps in FY2008. Please refer to explanations in Note 3 on page 2 of this announcement.

Interest income was US\$5.07 million in FY2008 as compared to US\$8.73 million in FY2007. This decrease was primarily due to the decline in interest rates on fixed deposits placed with banks and financial institutions.

Other operating income comprised mainly exchange gain of US\$0.63 million in FY2008 compared to exchange gain of US\$3.55 million in FY2007. The exchange gain in FY2008 was mainly attributable to the appreciation of the Singapore dollar against the US dollar in the first half of 2008. The exchange gain of US\$3.55 million in FY2007 was due to the appreciation of the Euro against the US dollar.

The disposal of the Group's 5% investment in Compania Logistica de Hidrocarburos, S.A. ("CLH") resulted in a gain of US\$160.17 million before capital gain tax and US\$134.80 million after deducting capital gain tax in FY2007.

Administrative expenses decreased mainly due to the decrease in staff costs in FY2008 compared to FY2007. Higher payroll and related expenses in FY2007 was also due to the payment in-lieu of notice for some redundant staff.

Other operating expenses in FY2008 were in credit balance of US\$0.62 million against a charge of US\$1.37 million in FY2007, a reduction of 145.2%. The credit balance in FY2008 was mainly due to the reversal of impairment on leasehold properties of the Group following an independent valuation carried out by Colliers International Consultancy & Valuation (Singapore) Pte Ltd, an independent valuer, at open market value on an existing use basis. Higher other operating expenses in FY2007 were mainly due to the impairment loss made on the oil storage properties held by the Group's 80% subsidiary, Xinyuan, before the Group's divestment of 41% of its stake in August 2007.

Finance costs was US\$0.54 million in FY2008 compared to US\$6.66 million in FY2007. Finance costs in FY2008 relates largely to bank charges on the issuance of Letters of Credit. Higher finance costs in FY2007 was mainly due to the interest payments made to scheme creditors and the accelerated amortisation of the fair value interest adjustment in accordance with FRS 39 as a result of the full settlement of the deferred debt in May 2007. There was no interest expense in FY2008 as the Company has no interest-bearing debts since the amounts due to the Scheme Creditors were fully repaid in May 2007.

The decrease in the Group's share of results of associates was primarily due to the decrease in Pudong's profit contribution. Pudong's contribution to the Group was US\$10.41 million for FY2008 compared to US\$25.53 million for FY2007, a decrease of 59.2%. This was mainly due to higher procurement costs which were valued on a weighted average basis compared to lower revenue due to the sharp decline in oil prices since September 2008. The downward adjustment to the sales prices of domestic flights in December 2008 has further impacted the results of Pudong. Higher interest expenses and exchange losses incurred in FY2008 have further affected the performance of Pudong. The higher volume of jet fuel procured and supplied and also the increase in jet fuel prices from January to August 2008, have led to higher trade receivables and trade payables. Despite the recent decline of oil prices in the 4Q 2008, which has reduced the trade receivables balance it is still relatively higher compared to the beginning of the year due to the longer collection period. This has led to the increase in short term loan at higher interest rate to meet working capital requirement. The strengthening of the Renminbi against the US dollar also contributed to the decrease in Pudong's profit. In addition, as a result of the unification of China's corporate tax rate with effect from 1 January 2008, the Group has provided for taxation on its share of results in Pudong at the tax rate of 18%. Prior to 1 January 2008, Pudong was subject to a tax concessionary corporate tax rate of 15%.

The share of results of associates in FY2008 also included the Group's share of profits of 39% in Xinyuan of US\$0.11 million.

The Group's profit attributable to shareholders was US\$38.35 million for FY2008 compared to US\$168.33 million for FY2007. Excluding the net gain on disposal of CLH, the Group's profit attributable to shareholders would be US\$33.53 million in FY2007. The Group's net profit for FY2008 is an increase of 14.4% compared to FY2007 without the net gain from the disposal of CLH.

Financial position and Cash Flow review

The Group's net equity increased by 2.7% to US\$275.70 million as at 31 December 2008 from US\$268.58 million as at 31 December 2007. This was attributable to the profit after tax for FY2008 and the increase in currency translation reserve from its investment in Pudong and after special dividend payment of US\$26.20 million and ordinary dividend payment of US\$10.48 million in the current financial year. The Company paid ordinary dividend amounting to US\$9.53 million in 2007.

As at 31 December 2008, the Group's cash and cash equivalents was US\$153.10 million as compared to US\$300.47 million as at 31 December 2007. The reduction in cash and cash equivalents as at 31 December 2008 was mainly due to the dividend payment of US\$36.68 million in May 2008 and the effect of timing differences on the receipts from trade receivables and payments to trade payables. In FY2007, cash was generated mainly from the balance of the net proceeds arising from the sale of the 5% investment in CLH, profits generated from the Company's operations and timing differences on the receipts from trade receivables and payments to trade payables.

The Company does not have any interest-bearing liabilities or obligations as at 31 December 2008 and as at 31 December 2007.

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

Not Applicable.

- 10 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.

In view of weakening economies resulting from the global financial crisis, we continue to adopt a very cautious approach to our trading activities and will monitor the situation closely.

Despite the current global economic downturn, the fundamentals of Company's core businesses have remained strong. The Group is taking proactive steps to further diversify its earnings base. It is also actively seeking to invest in more synergistic oil-related assets.

11 Dividend

(a) **Current financial period reported on**

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

The Directors proposed a final one-tier tax exempt ordinary dividend of Singapore two cents per share totalling S\$14.46 million (or US\$10.05 million) for the Group in respect of the financial year ended 31 December 2008 subject to shareholders' approval at the forthcoming Annual General Meeting.

	Proposed Final One-tier Tax Exempt Ordinary
Name of dividend	
Dividend Type	Cash
Net Dividend Amount (Singapore cents per share)	2

(b) **Corresponding period of the immediately preceding financial year**

Any dividend declared for the corresponding period of the immediately preceding financial year? Yes

	Proposed Final One-tier Tax Exempt Ordinary	Proposed Special One-tier Tax Exempt	
Name of dividend			Total
Dividend Type	Cash	Cash	Cash
Net Dividend Amount (Singapore cents per share)	2	5	7

(c) **Date payable**

To be determined.

(d) **Book closure date**

To be determined.

12 If no dividend has been declared/recommended, a statement to that effect.

No interim dividend has been declared for the period ended 31 December 2008.

PART II ADDITIONAL INFORMATION REQUIRED FOR FULL YEAR ANNOUNCEMENT

(This part is not applicable to Q1, Q2, Q3 or Half Year Results)

13. Segment revenue and results for business or geographical segments (of the group) in the form presented in the issuer's most recently audited financial statements, with comparative information for the immediately preceding year.

Group Business segments	<u>Clean Petroleum Products</u>		<u>Commission</u>		<u>Total</u>	
	2008	2007	2008	2007	2008	2007
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Sales to external customers	5,365,045	2,957,971	-	-	5,365,045	2,957,971
Total external revenue	5,365,045	2,957,971	-	-	5,365,045	2,957,971
Segment result	13,054	3,722	(7)	-	13,047	3,722
Other operating income						
-Gain on disposal of non-current investment held for sale					-	160,165
-Gain on disposal of interest in a subsidiary					-	634
-Derivative gain					4,592	-
-Other					5,838	12,323
Finance costs					(542)	(6,658)
Share of results of associate (net of tax)					10,516	25,475
Profit before taxation					33,451	195,661
Income tax expense					4,894	(27,919)
Profit after taxation					38,345	167,742

Group
Geographical segments

	<u>People's Republic of China</u>		<u>Other region</u>		<u>Total</u>	
	2008	2007	2008	2007	2008	2007
	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000	US\$'000
Segment revenue:						
Sales to external customers	5,327,980	2,957,971	37,065	-	5,365,045	2,957,971
Other geographical information:						
Capital expenditure	-	94	80	535	80	629

14. In the review of performance, the factors leading to any material changes in contributions to turnover and earnings by the business or geographical segments.

Not Applicable.

15. A breakdown of sales as follows:

	Group		% Increase/ (Decrease)
	2008 US\$'000	2007 US\$'000	
Sales reported for first half year	2,840,170	1,145,853	147.9%
Operating profit after tax before deducting minority interests reported for first half year	26,501	145,278	-81.8%
Sales reported for second half year	2,524,875	1,812,118	39.3%
Operating profit after tax before deducting minority interests reported for second half year	11,844	22,464	-47.3%

16. A breakdown of the total annual dividend (in dollar value) for the issuer's most latest full year and its previous full year as follows: (a) ordinary, (b) preference and (c) total.

	Latest Full Year US\$'000 (Proposed)	Previous Full Year US\$'000
Ordinary	10,047	36,683
Preference	0	0
Total:	10,047	36,683

17 Interested Person Transactions.

Pursuant to Rule 920(1)(a)(ii) of the Listing Manual

Aggregate value of interested person transactions entered from 1 January 2008 to 31 December 2008.

Name of interested person	Aggregate value of all interested person transactions during the financial year under review (excluding transactions less than US\$100,000 and transactions conducted under shareholders mandate pursuant to Rule 920)	Aggregate value of interested person transactions conducted under shareholders mandate pursuant to Rule 920 (excluding transactions less than US\$100,000)
	US\$'000	US\$'000
Sales revenue from related corporations	0	2,754,068
Jet fuel procurement from related corporation	0	35,132

BY ORDER OF THE BOARD

Doreen Nah
Company Secretary

25 February 2009