

1H2007 Results Announcement

August 7, 2007



Scope of Presentation

1. CEO's Report
2. Financial Review
3. Operations Review
4. Group Outlook

CEO's Report

Tang Kin Fei
Group President & CEO

1H2007 Performance Round-Up



Robust earnings growth from continuing operations

- Turnover of \$3.9bn, up 8%
- PATMI before EI of \$258.3m, up 55%

Group PATMI before EI at \$258.3m, up 48%

Solid financial position

- Net gearing at 0.05x
- Interest cover at 16 times

Return On Equity (annualised) at 18%

Positive Economic Value Added at \$196.6m

Building Sustainable Growth



UTILITIES: A solid and growing base

- Growth on existing sites, new contracts secured in Singapore and the UK
- Replicating our multi-customer business model in China
 - New beachheads secured in Northeast China in Tianjin and Shenyang
 - Facilities expand in tandem with customer demand
- Growing renewable energy business: Wilton 10 on track

MARINE: Strength and visibility

- Strong orderbook of \$8.3bn with completion and deliveries till 2010
- Record new orders of \$4.5bn secured in 1H2007

ENVIRO: Laying the foundation for growth

- Establishing Used Lead Acid Batteries (ULAB) collection network in China
- Municipal solid waste pre-disposal treatment plant commenced commissioning

PARKS: Tapping on fast growing markets

- Developing a new VSIP-Bac Ninh industrial park in North Vietnam

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Financial Review

Lim Joke Mui
Group CFO

Group Profit & Loss



(\$M)	1H07	1H06	Δ%
CONTINUING OPERATIONS			
Turnover	3,852	3,556	8
EBITDA	412	334	23
EBIT	324	252	29
PBT	394	278	42
PATMI	258	167	55
EPS (cents)	14.5	9.5	53
DISCONTINUED OPERATIONS¹			
Turnover	-	621	NM
PATMI	-	8	NM
GROUP			
Turnover	3,852	4,177	(8)
PATMI before EI	258	174	48
EI	-	394	NM
PATMI	258	568	(55)
EPS (cents)	14.5	32.4	(55)

- ▶ Strong growth from continuing operations
- ▶ Turnover up 8% and PATMI up 55%

¹ Discontinued operations are the Group's interests in SembCorp Logistics (divested on Apr 3, 2006) and SembCorp Engineers and Constructors (88% divested on Jun 2, 2006 and remaining 12% on Oct 17, 2006)

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Group Turnover



(\$M)	1H07	1H06	Δ%
CONTINUING OPERATIONS			
Utilities*	1,654	1,850	(11)
Marine	2,005	1,535	31
Enviro	100	109	(8)
Parks	15	45	(67)
Other Businesses	78	16	388
Corporate	0	1	(100)
	3,852	3,556	8
DISCONTINUED OPERATIONS			
Logistics ¹	-	133	NM
Engineering & Construction ²	-	488	NM
TOTAL	3,852	4,177	(8)

***Note:**

Utilities (excl Offshore Engineering)	1,654	1,723	(4)
Offshore Engineering	-	127	NM

¹ SembCorp Logistics was divested on Apr 3, 2006. 1H06 figures reflect three months results

² 88% of SembCorp Engineers & Constructors was divested on Jun 2, 2006 and the remaining 12% on Oct 17, 2006. 1H06 figures reflect five months of results

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Group PATMI



(\$M)	1H07	1H06	Δ%
CONTINUING OPERATIONS			
Utilities	141.7	92.7	53
Marine	98.2	55.1	78
Enviro	7.6	7.1	7
Parks	16.0	12.7	26
Other Businesses	7.2	5.8	24
Corporate	(12.4)	(6.6)	(88)
PATMI from Continuing Operations	258.3	166.8	55
DISCONTINUED OPERATIONS			
Logistics ¹	-	7.9	NM
Engineering & Construction ²	-	(0.3)	NM
	-	7.6	NM
GROUP			
PATMI before EI	258.3	174.4	48
EI	-	393.5	NM
PATMI after EI	258.3	567.9	(55)
*Note:			
Utilities (excl Offshore Engineering)	135.8	82.6	64
Offshore Engineering	5.9	10.1	(41)

¹ SembCorp Logistics was divested on Apr 3, 2006. 1H06 figures reflect three months results

² 88% of SembCorp Engineers & Constructors was divested on Jun 2, 2006 and the remaining 12% on Oct 17, 2006. 1H06 figures reflect five months results

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Group Capex



(\$M)	1H07
Fixed Asset Items	219.2
- Utilities	144.6
- Marine	60.3
- Enviro	12.5
- Other Businesses	1.8
Equity Investments	13.8
TOTAL	233.0

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Group Cash Flow



(\$M)	1H07	1H06
CASH FLOW FROM OPERATING ACTIVITIES		
- before changes in working capital	409	352
- changes in working capital	186	(32)
- payment for Solitaire settlement	-	(683)
- tax paid	(37)	(24)
	558	(387)
CASH FLOW FROM INVESTING ACTIVITIES		
- divestment proceeds & sale of FA	112	796
- acquisitions (including investments)	(7)	(276)
- acquisitions of fixed assets	(227)	(199)
- dividends, interest & others	66	28
	(56)	349
CASH FLOW FROM FINANCING ACTIVITIES		
- issue of shares by SCl/subsidiaries	27	42
- (repayment of loans & interest paid)/net borrowings	(30)	75
- dividend paid & others	(562)	(120)
	(565)	(3)
NET OUTFLOW DURING THE PERIOD	(63)	(41)
CASH & CASH EQUIVALENTS AT END OF PERIOD	1,111	1,189
FREE CASH FLOW	599	136

*Free cash flow: operating cash flow plus investing cash flow adjusted for expansion capital expenditure

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Group Borrowings



(\$M)	Jun 30, 07	Dec 31, 06
PF loans	538	538
Long-term	606	622
Short-term	162	163
Gross	1,306	1,323
Less: Cash and FD	(1,116)	(1,186)
Net Debt	190	137
Net Gearing Ratio	0.05	0.04
Exclude PF*		
Net Cash	(102)	(238)
Net Gearing Ratio	Net Cash	Net Cash

* PF – Non-recourse project financing

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Financial Indicators



	1H07	FY06 (ACTUAL)
Before EI		
EPS (cents)	29.1 *	21.6
ROE (%)	17.7 *	18.2
ROTA (%)	9.2 *	7.8
Interest Cover (times)	16	13
After EI		
EPS (cents)	29.1 *	58.5
ROE (%)	17.7 *	42.8
ROTA (%)	9.2 *	16.4
Interest Cover (times)	16	22
Per Share		
NAV (\$)	1.56	1.59
NTA (\$)	1.49	1.52
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	1H07	1H06
Economic Value Added		
EVA (\$M)	196.6	520.3

* Annualised

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Operations Review

Tang Kin Fei
Group President & CEO

Utilities

	1H07
Turnover (\$M)	1,667.2 (↓11%)
EBITDA (\$M)	226.0 (↑22%)
EBIT (\$M)	177.2 (↑27%)
PATMI before EI (\$M)	141.7 (↑53%)
PATMI (\$M)	141.7 (↑53%)
ROE* (%)	26

- Continued profit growth
- Strong performance by centralised utilities operations in Singapore and the UK

* Annualised



Wilton International, UK

Utilities Turnover & PATMI



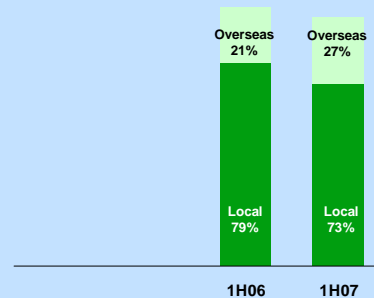
(\$M)	1H07	1H06	Δ%
TURNOVER			
- Centralised Utilities	605.5	543.6	11
- Energy	1,062.0	1,197.9	(11)
- Offshore Engineering*	(0.3)	127.8	NM
Total Revenue	1,667.2	1,869.3	(11)
PATMI			
- Centralised Utilities	96.1	60.0	60
- Energy	44.2	35.8	24
- Offshore Engineering*	5.9	10.1	(41)
- Corporate & Others	(4.5)	(13.2)	66
Total PATMI	141.7	92.7	53

* Offshore Engineering unit (SMOE) sold to SembCorp Marine on Aug 25, 2006.

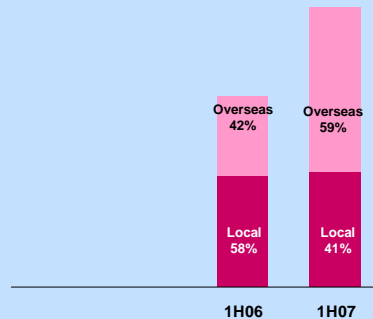
Centralised Utilities and Energy



Turnover (\$M)	1H06	1H07
Singapore	1,367.6	1,218.8
Overseas	373.9	448.7
TOTAL	1,741.5	1,667.5



PATMI (\$M)	1H06	1H07
Singapore	55.7	57.5
Overseas	40.1	82.8
TOTAL	95.8	140.3



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Utilities: Singapore



CONTINUED GROWTH IN JURONG ISLAND



- Secured \$210m of new and renewed utilities and gas contracts
- Secured first customer, Ciba, in Tembusu. To commence supply of utilities end 2007

OTHER KEY DEVELOPMENTS

- Completed new 1,300 m³/day high COD wastewater treatment plant
- New Carbon Monoxide (CO) plant commenced production
- Expansion and connection to supply utilities to Lucite International from 1H2008 on track
- 400 tph VHP boiler construction on schedule, commissioning in 1H2008

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Utilities: UK

GREEN ENERGY ON WILTON

- Commissioning of 30 MW Wilton 10 in progress – generating renewable power
- Scheduled to be fully onstream by 2H2007
- Eligible for ROCs and LECs

OTHER KEY DEVELOPMENTS

- Ensus confirms investment to build a 400 million litre per annum bio-ethanol plant on Wilton International. Land sales and 15-year utilities contract secured
- Secured \$900m of new and renewed contracts (including the 15-year Ensus utilities contract)
- On-site steam capacity being enhanced with construction of new package boilers with 120 tonnes per hour capacity. Expected completion in mid-2008



Wilton 10 boiler

Utilities: China

ESTABLISHING AND GROWING BEACHHEADS

New beachheads established in Northeast China:

- *Tianjin Lingang Industrial Area:*
10,000 m³/day industrial wastewater treatment facility, expected completion: 1H2008
40,000 m³/day expansion planned
- *Shenyang Xihe Economic Development Area:*
50,000 m³/day industrial water supply network, expected completion: 1H2008

Expansion of specialised wastewater treatment facilities

- 30,000 m³/day expansion at Nanjing for high salinity wastewater
- 15,000 m³/day expansion at Zhangjiagang for high COD wastewater

Completion of 100,000 m³/day industrial water facility in Nanjing in 3Q2007

Total water management capabilities in operation and under construction over 300,000 m³/day



Utilities: Vietnam and Middle East



PHU MY 3, VIETNAM

- Continued good performance by the facility
- Operating at high load factor due to strong domestic demand



Phu My 3, Vietnam

FUJAIRAH 1 IWPP, UAE

- Nine months of managing the Fujairah 1 IWPP
- Facility is running well and surpassing contractual plant availability



Fujairah 1 IWPP, UAE

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Marine

	1H07
Turnover (\$M)	2,005.3 (↑30%)
EBITDA (\$M)	175.3 (↑45%)
EBIT (\$M)	148.1 (↑48%)
PATMI before EI (\$M)	158.8 (↑77%)
PATMI (\$M)	158.8 (↑62%)
ROE* (%)	22

- Continued strong growth in 1H2007
- Interim dividend of 5.0 cents per share, up 79%
- Proposed bonus share issue: 2 bonus shares for every 5 ordinary shares held

* Annualised

Note: Figures taken at SembCorp Marine Group level



Semi-submersible rig built by SembCorp Marine

Marine



KEY DEVELOPMENTS

- Strong net orderbook at \$8.3bn with completion and deliveries till 2010
- New contracts secured in 1H2007 stand at \$4.5bn
- Completed and delivered in 1H2007
 - Two jack-up rigs for Apexindo and Maersk
 - RJS FSO Conversion
 - 2,600 TEU vessel for Wan Hai Lines
 - 15 units of floating pontoons

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Enviro

	1H07
Turnover (\$M)	100.9 (↓ 9%)
EBITDA (\$M)	3.4 (↓48%)
EBIT (\$M)	(1.0) NM
PATMI before EI (\$M)	7.6 (↑ 7%)
PATMI (\$M)	7.6 (↑ 7%)
ROE* (%)	8

- Focused on waste-to-resource and pre-disposal treatment
- Healthy growth in Australian operations

* Annualised



Recycled lead at Chongqing SembCorp Chunxing Alloy in China

Enviro



KEY DEVELOPMENTS

- Pre-disposal treatment
 - Commenced commissioning of municipal solid waste pre-disposal treatment plant
 - Expect to commence commercial operations by year-end
- 16 ULAB collection centres set up by SembCorp Chunxing Alloy to support existing plants
- Our Australian JVC expands its pre-disposal treatment business with 3 new acquisitions

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Parks

	1H07
Turnover (\$M)	16.3 (↓65%)
EBITDA (\$M)	5.7 (↓81%)
EBIT (\$M)	3.1 (↓88%)
PATMI before EI (\$M)	16.0 (↑26%)
PATMI (\$M)	16.0 (↓37%)
ROE* (%)	6

- Continued good profit performance from industrial parks in Vietnam

* Annualised

Note: Industrial Parks Group comprises VSIP, WSIP and Gallant Venture (which are JV/ associates), SPM as well as other investments and property



Vietnam-Singapore Industrial Park

Parks



TAPPING ON FAST GROWING VIETNAM MARKET

- Entry into North Vietnam with third VSIP project
 - 700 ha (500 ha industrial and 200 ha residential)
 - Phase I: 200 ha, to commence land development in 1H2008
 - 40.31% effective stake in VSIP–Bac Ninh
 - Total investment : US\$103m
- VSIP II at Binh Duong with 95% of 345 ha land taken up



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Group Outlook

2007 Outlook



UTILITIES

- Singapore operations expected to perform better in 2007
- UK operations did well in 1H2007, partly due to profit on the sale of land in 1Q2007. Operations continue to be underpinned by favourable supply contracts secured until end-2007 / early 2008. Wilton 10, 30 MW biomass power plant is scheduled to come fully onstream in 2H2007
- Utilities' performance in 2007 is expected to be better than in 2006

MARINE

- 2007 overall performance expected to be stronger than 2006 based on the scheduled completion of projects and underpinned by strong market fundamentals

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2007 Outlook



ENVIRO

- Continue to focus on pre-disposal treatment and waste-to-resource
- Performance in 2007 is expected to improve over 2006

INDUSTRIAL PARKS

- Our industrial parks unit is expected to continue performing well in 2007

GROUP

Barring unforeseen circumstances, the Group's overall operating performance in 2007 is expected to be better than that of 2006 on a comparable basis, excluding net profits arising from exceptional items in 2006.

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